

Base Prospectus for Danmarks Skibskredit A/S Bond Programme dated 26 October 2017

Addendum no. 1, 2018

Date: 26 February 2018.

With reference to the release of Danmarks Skibskredit A/S' 2017 Annual Report Danmarks Skibskredit has released the following addendum to the Base Prospectus for the issue of covered bonds, ship mortgage bonds, senior secured bonds and senior unsecured debt.

The following changes have been made:

The original Base Prospectus	Amendment																																																																																				
Page 7, "Introduction"	<p><i>The following lines are added:</i></p> <p>Investors who have accepted buying or subscribing for Bonds before the publication of this Supplement are entitled to withdraw their acceptance within a time limit of at least two working days after the publication of this Supplement, i.e. until 28 February 2018, pursuant to Article 16(2) of the Prospectus Directive and the relevant implementation legislation in Denmark.</p>																																																																																				
Page 12-13, "Danish summary Historiske regnskabsoplysninger"	<p><i>This section is deleted and replaced by the following text:</i></p> <p>Udvalgte vigtige historiske regnskabsoplysninger om Udsteder fra seneste årsrapport:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">HOVEDTAL I MIO. DKK</th> <th style="text-align: right;">2017</th> <th style="text-align: right;">2016</th> <th style="text-align: right;">2015</th> <th style="text-align: right;">2014</th> <th style="text-align: right;">2013</th> </tr> </thead> <tbody> <tr> <td>Netto renteindtægter af udlånsvirksomhed</td> <td style="text-align: right;">500</td> <td style="text-align: right;">589</td> <td style="text-align: right;">623</td> <td style="text-align: right;">565</td> <td style="text-align: right;">541</td> </tr> <tr> <td>Netto renteindtægter af finansvirksomhed</td> <td style="text-align: right;">135</td> <td style="text-align: right;">228</td> <td style="text-align: right;">242</td> <td style="text-align: right;">255</td> <td style="text-align: right;">350</td> </tr> <tr> <td>Netto renteindtægter, i alt</td> <td style="text-align: right;">635</td> <td style="text-align: right;">817</td> <td style="text-align: right;">865</td> <td style="text-align: right;">820</td> <td style="text-align: right;">891</td> </tr> <tr> <td>Netto rente- og gebyrindtægter, i alt</td> <td style="text-align: right;">655</td> <td style="text-align: right;">849</td> <td style="text-align: right;">906</td> <td style="text-align: right;">934</td> <td style="text-align: right;">937</td> </tr> <tr> <td>Kursreguleringer</td> <td style="text-align: right;">37</td> <td style="text-align: right;">124</td> <td style="text-align: right;">-177</td> <td style="text-align: right;">123</td> <td style="text-align: right;">-25</td> </tr> <tr> <td>Udgifter til personale og administration</td> <td style="text-align: right;">-141</td> <td style="text-align: right;">-120</td> <td style="text-align: right;">-113</td> <td style="text-align: right;">-98</td> <td style="text-align: right;">-97</td> </tr> <tr> <td>Nedskrivninger på udlån og tilgodehavender m.v.</td> <td style="text-align: right;">-122</td> <td style="text-align: right;">-610</td> <td style="text-align: right;">-46</td> <td style="text-align: right;">1.103</td> <td style="text-align: right;">-166</td> </tr> <tr> <td>Resultat før skat</td> <td style="text-align: right;">427</td> <td style="text-align: right;">241</td> <td style="text-align: right;">569</td> <td style="text-align: right;">2.061</td> <td style="text-align: right;">647</td> </tr> <tr> <td>Årets resultat</td> <td style="text-align: right;">334</td> <td style="text-align: right;">188</td> <td style="text-align: right;">413</td> <td style="text-align: right;">1.568</td> <td style="text-align: right;">477</td> </tr> <tr> <td>Udlån</td> <td style="text-align: right;">34.492</td> <td style="text-align: right;">39.811</td> <td style="text-align: right;">43.171</td> <td style="text-align: right;">43.347</td> <td style="text-align: right;">42.383</td> </tr> <tr> <td>Udstedte obligationer</td> <td style="text-align: right;">42.467</td> <td style="text-align: right;">42.352</td> <td style="text-align: right;">45.067</td> <td style="text-align: right;">45.077</td> <td style="text-align: right;">48.657</td> </tr> <tr> <td>Egenkapital</td> <td style="text-align: right;">9.307</td> <td style="text-align: right;">9.164</td> <td style="text-align: right;">10.378</td> <td style="text-align: right;">11.146</td> <td style="text-align: right;">9.983</td> </tr> <tr> <td>Balancesum</td> <td style="text-align: right;">58.161</td> <td style="text-align: right;">62.621</td> <td style="text-align: right;">64.873</td> <td style="text-align: right;">69.374</td> <td style="text-align: right;">67.222</td> </tr> </tbody> </table>	HOVEDTAL I MIO. DKK	2017	2016	2015	2014	2013	Netto renteindtægter af udlånsvirksomhed	500	589	623	565	541	Netto renteindtægter af finansvirksomhed	135	228	242	255	350	Netto renteindtægter, i alt	635	817	865	820	891	Netto rente- og gebyrindtægter, i alt	655	849	906	934	937	Kursreguleringer	37	124	-177	123	-25	Udgifter til personale og administration	-141	-120	-113	-98	-97	Nedskrivninger på udlån og tilgodehavender m.v.	-122	-610	-46	1.103	-166	Resultat før skat	427	241	569	2.061	647	Årets resultat	334	188	413	1.568	477	Udlån	34.492	39.811	43.171	43.347	42.383	Udstedte obligationer	42.467	42.352	45.067	45.077	48.657	Egenkapital	9.307	9.164	10.378	11.146	9.983	Balancesum	58.161	62.621	64.873	69.374	67.222
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NØGLETAL	2017	2016	2015	2014	2013
Netto rente- og gebyrindtægter, udlånsvirksomhed (mio. DKK)	520	621	664	679	586
Egenkapitalforrentning efter skat (pct.)	3,6	1,9	3,8	14,8	4,8
Afkast finansvirksomhed (pct.)	3,1	3,0	0,3	2,8	2,9
Kernekapital efter fradrag (mio. DKK)	8.930	8.781	9.896	9.682	9.312
Egentlig kernekapitalprocent	19,7	17,2	17,3	16,4	17,0
Individuelt solvensbehov inkl. kontracyklisk kapitalbuffer	10,8	10,7	8,9	8,5	8,5
Omkostninger pr. indtægtskrone - O/I (pct.)	19,0	11,9	15,0	9,0	10,1
Egenkapital i procent af udlån	27,0	23,0	24,0	25,7	23,6
Realiserede netto tab på udlån i procent af udlån	0,3	0,2	0,2	0,1	0,1
Akkumuleret nedskrivningsprocent	7,0	5,9	4,3	4,3	6,7
Vægtet belåningsprocent efter nedskrivninger	57	66	64	59	62
Andel af udlån dækket inden for 60 pct. markedsværdi (pct.)	95	88	91	95	92

Koncernens balancesum udgjorde DKK 58,7 mia. pr. 31. december 2017. Koncernen havde en egenkapital på DKK 1,5 mia. pr. 31. december 2017, og resultatet før skat for regnskabsåret, der sluttede den 31. december 2017, var DKK 210 mio.

Der er på datoen for dette Basisprospekt ikke sket væsentlige forværringer af Udsteders fremtidsudsigter siden datoen for den senest offentliggjorte årsrapport.

Der har ikke været væsentlige ændringer i relation til Udsteders finansielle eller handelsmæssige stilling af betydning for kursdannelsen på Obligationerne siden den periode, der er omfattet af de historiske regnskabsoplysninger.

Page 21-22,
" Historical
financial
information"

This section is deleted and replaced by the following text:

Selected historical key financial information regarding the Issuer from the most recent annual report:

KEY FIGURES, DKK MILLION	2017	2016	2015	2014	2013
Net interest income from lending	500	589	623	565	541
Net interest income from finance activities	135	228	242	255	350
Total net interest income	635	817	865	820	891
Net interest and fee income	655	849	906	934	937
Market value adjustments	37	124	(177)	123	(25)
Staff costs and administrative expenses	(141)	(120)	(113)	(98)	(97)
Loan impairment charges etc.	(122)	(610)	(46)	1.103	(166)
Profit before tax	427	241	569	2.061	647
Net profit for the year	334	188	413	1.568	477
Loans	34,492	39,811	43,171	43,347	42,383
Issued bonds	42,467	42,352	45,067	45,077	48,657
Equity	9,307	9,164	10,378	11,146	9,983
Total assets	58,161	62,621	64,873	69,374	67,222

RATIOS	2017	2016	2015	2014	2013
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Net interest and fee income from lending (DKKm)	520	621	664	679	586
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Return on equity after tax (%)	3.6	1.9	3.8	14.8	4.8
Return on finance activities (%)	3.1	3.0	0.3	2.8	2.9
Tier 1 capital after deductions (DKKm)	8,930	8,781	9,896	9,682	9,312
Common equity tier 1 capital ratio	19.7	17.2	17.3	16.4	17.0
Solvency need incl. countercyclical capital buffer	10.8	10.7	8.9	8.5	8.5
Cost/income ratio (%)	19.0	11.9	15.0	9.0	10.1
Equity as a % of lending	27.0	23.0	24.0	25.7	23.6
Write-offs on loans as a % of lending	0.3	0.2	0.2	0.1	0.1
Total allowance account as a % of loans	7.0	5.9	4.3	4.3	6.7
Weighted Loan-To-Value ratio after impairment charges	57	66	64	59	62
Proportion of loans covered within 60% of market value (%)	95	88	91	95	92

The total assets of the Group amounted to DKK 58.7 billion as at 31 December 2017. The Group's equity amounted to DKK 1.5 billion as at 31 December 2017, and the result before tax for the financial year ending 31 December 2017 amounted to DKK 210 million.

On the date of this Base Prospectus, there has been no material adverse change in the Issuer's prospects since the end of the latest financial period.

Since the period covered by the historical financial information, there have been no significant changes in the Issuer's financial or trading position which may affect the price of the Bonds.

Page 55-56,
"Selected
financial
information"

The existing text is deleted and replaced by the following text:

The table below shows selected financial information concerning the Issuer for the most recent financial years:

KEY FIGURES, DKK MILLION	2017	2016	2015	2014	2013
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Annual reports are available on the Issuer's website on www.skibskredit.dk

Page 62, "Historical financial information"	<i>The text in the 1st section is changed to:</i> Audited financial information, including status, balance sheet, an income statement and accounting policies as well as notes for the last two financial years, is set out in the annual report 2016 and the annual report 2017 for the Issuer, see Appendix 1.
Page 63, "Financial statements"	<i>The text in this section is changed to:</i> The Issuer prepares financial statements. For additional information, reference is made to the annual report 2017 for the Issuer, see Appendix 1.
Page 63, "Audition of historical annual financial information"	<i>The text in the 2nd section is changed to:</i> State-authorized public accountant Henrik Wellejus and state-authorized public accountant Kasper Bruhn Udam, Deloitte Statsautoriseret Revisionspartnerselskab, Weidekampsgade 6, 2300 Copenhagen S, Denmark, have audited the annual report for 2017. They are both members of FSR – Danish Auditors.
Page 64, "Interim and other financial information"	<i>The text in this section is changed to:</i> The Issuer's latest annual report is from 2017, published on 26 February 2018. At the date of this Base Prospectus, the Issuer has prepared an interim financial report for the first six months of 2017. The information in the interim financial report has not been audited. The annual reports and interim financial reports are available on the website: www.shipfinance.dk/investor-relations/reports-and-announcements/ .
Page 84, "Appendix 1 List of documents incorporated by reference in this Base Prospectus"	<i>The following line is deleted</i> Danmarks Skibskredit A/S – annual report 2015 <i>And changed to:</i> Danmarks Skibskredit A/S – annual report 2016 <i>The following line is deleted</i> Danmarks Skibskredit A/S – annual report 2016 <i>And changed to:</i> Danmarks Skibskredit A/S – annual report 2017

Addendum no. 1 to Danmarks Skibskredit A/S Base Prospectus - dated 26 October 2017 has been prepared by:

Danmarks Skibskredit A/S
Sankt Annæ Plads 3
1250 Copenhagen K.

Statement

The persons responsible for the information provided in this Base Prospectus hereby declare to have taken all reasonable care to ensure that, to the best of their knowledge and belief, the information provided in the Base Prospectus is in accordance with the facts and omits no material information likely to affect the import thereof.

Copenhagen, 26 February 2018

The Board of Directors

The Addendum is signed on behalf of the Executive Board and the Board of Directors pursuant to the authorisation of the Executive Board approved by the Board of Directors on 8 November 2017.

The Executive Board

Erik I. Lassen
Chief Executive Officer

Per Schnack
Executive Vice President