

# Danske Bank

## Higher guidance boosts expectations

- PTP beat and higher-than-expected 2025e guidance boost the stock
- Up '25e-'26e adj. EPS by 5-6% on higher income, offset by costs
- Expect high capital distribution in both 2025-26e: BUY

### Guidance & capital distribution in focus

Danske delivered adj. PTP of DKK 7.8bn, +9% vs. ABGSCe and +14% ahead of Infront consensus on much better fees (performance fees), net interest income (mitigated by hedges) and asset quality (use of management buffer). Its first 2025 guidance was more upbeat than we expected at net profit of DKK 21-23bn, and its long-term guidance ROE >13% at CET1 >16% was reiterated. In the conference call, management also guided for high distribution in both '25e and '26e to draw closer to its DKK 170bn target (average for 2026) equity. This means that one should expect 12-13% total yield for both '25e and '26e.

### We increase our adj. EPS by 6-8% for '25e-'26e

We raise our adj. EPS on higher NII and fees, but this is somewhat muted by higher costs. Ultimately, this puts our updated forecast more in line with Danske's long-term guidance of ROE >13%, and cost/income at 45%. Our capital distribution is just short of 100%, but we have assumed all extraordinary capital distribution to be share buybacks (although it could be EO DPS as well), and taken ordinary DPS at ~60% of earnings (which is at the high end of its 40-60% range).

### Danske's high distribution crucial to get to ROE >13%

Danske continues to show one of the better earnings trajectories among the Nordic banks, with flat income and an improving trend in costs. The share is currently trading at adj. P/Es for '25e of 8.6x and 7.9x for '26e, a '24e P/NAV of 1.16x with our RONAV'26e of 13.7% and ROE'26 13.2%. As such, we find the stock attractive, with upside from both an exceptional yield and better earnings trajectory than peers still at an attractive discount. We maintain BUY and raise our TP to DKK 257 (232) on higher estimates and lower risk.

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DKKm	2022	2023	2024	2025e	2026e
Total income	41,789	52,421	56,405	55,908	56,651
Total operating costs	-41,905	-25,477	-25,736	-25,986	-25,475
Operating profit	-1,697	26,681	31,212	29,285	30,499
EPS adj.	12.47	24.70	27.71	27.46	30.00
BVPS	186.52	204.28	211.73	224.98	229.02
NAVPS	179.49	197.23	203.66	216.47	220.03
DPS	0.00	14.50	28.70	16.75	18.00
Total income growth (%)	-1.9	25.4	7.6	-0.9	1.3
Total.op.costs (%)	63.3	-39.2	1.0	1.0	-2.0
Op. profit growth (%)	-110.2	-1,672.2	17.0	-6.2	4.1
C/I (%)	62.9	45.6	45.7	46.5	45.0
Loan losses (%)	0.09	0.01	-0.03	0.04	0.04

Source: ABG Sundal Collier, Company Data

Reason: Post-results comment

BUY HOLD SELL

### Financials

Estimate changes (%)	2025e	2026e
Total income	5.2	4.8
Total op costs	4.6	3.4
Operating profit	5.3	6.1
EPS adj.	5.8	7.5

Source: ABG Sundal Collier

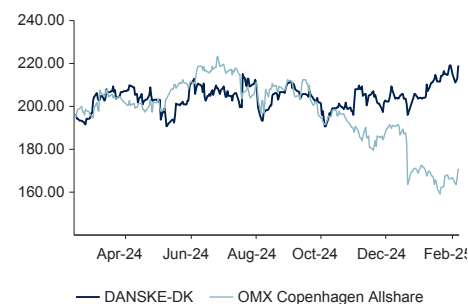
### DANSKE-DK/DANSKE DC

Share price (DKK)	6/2/2025	235.60
Target price	(232.0)	257.0

MCap (DKKm)	203,131
MCap (EURm)	27,229
No. of shares (m)	862.2
Free float (%)	76.2
Av. daily volume (k)	1,426

Next event AGM 20 March 2025

### Performance



	2024	2025e	2026e
P/E adj. (x)	8.5	8.6	7.9
EPS adj. growth (%)	12.2	-0.9	9.2
P/BV (x)	1.11	1.05	1.03
BVPS growth (%)	3.6	6.3	1.8
P/NAV	1.16	1.09	1.07
NAVPS growth	3.3	6.3	1.6
Dividend yield (%)	12.2	7.1	7.6
ROE (%)	13.4	12.6	13.2
RONAV (%)	13.8	13.1	13.7
CET 1 ratio	17.9	17.5	16.2

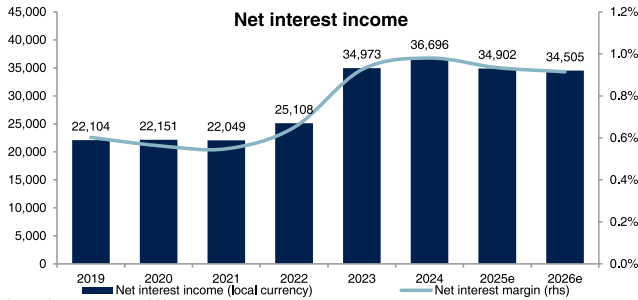
## Company description

Danske Bank is the largest Danish bank, with a Danish market share of 25-30% across product categories such as mortgage lending, corporate lending and asset management. It also has a significant presence in Norway, Finland and Sweden. Its dividend policy is to pay out 40-60% of profit, and Danske is expected to distribute significantly capital ahead to reach its new financial ambition towards 2028.

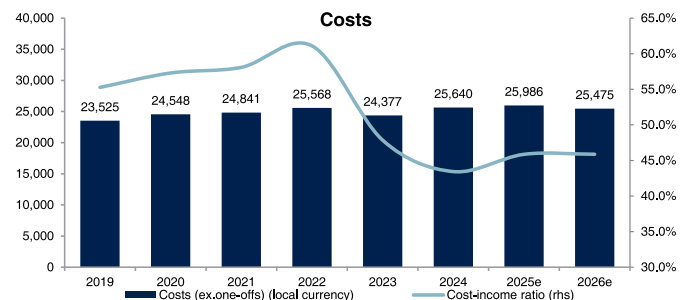
[Sustainability information](#)

## Risks

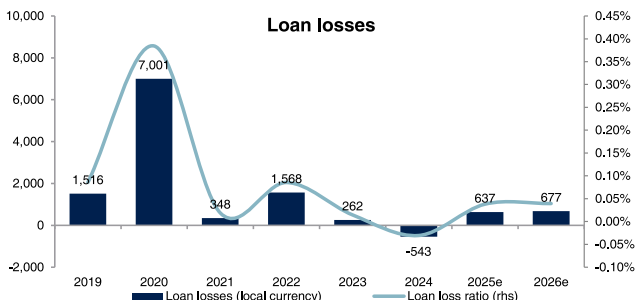
Danske has put behind themselves its Estonian money laundering case as well as debt collection failure, however they still have significant higher regulatory costs to end these complex cases. Regulatory risks are significant, but Danske has invested heavily into the anti-money laundry and there could be challenges of cutting back on compliance costs in time. New regulations such as Basel IV, MREL and IFRS 9 are and will be fully implemented over the coming years. We see potential post COVID-19 bankruptcies as the largest credit risk for Danske.



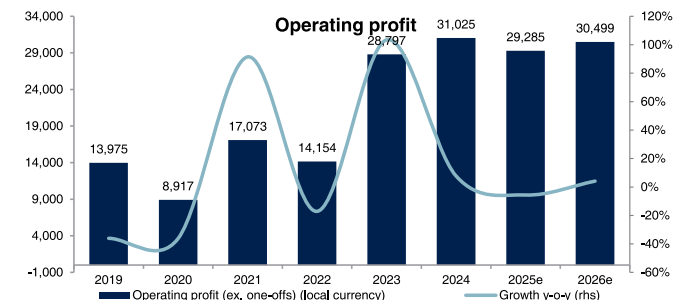
Source: Company data & ABGSC research



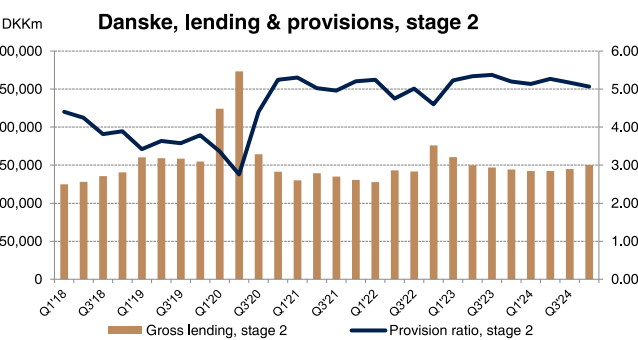
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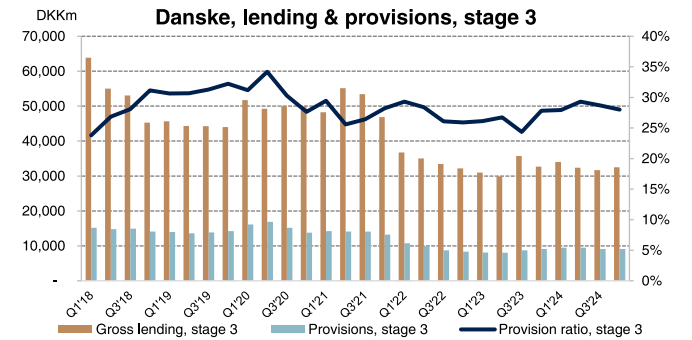
Source: Company data & ABGSC research



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Source: Company reports & ABGSC Research



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Outcome vs. forecasts for the quarter

Q4'24: Outcome vs. Forecasts												
DKKm	Outcome	ABGSC est.			Consensus			q-o-q		y-o-y		
	Q4'24	Q4'24e	Deviation		Q4'24e	Deviation		Q3'24	growth	Q4'23	growth	
Net interest income	9,244	8,998	246	3%	9,033	211	2%	9,165	1%	9,121	1%	
Net commission income	4,509	3,855	654	17%	3,658	851	23%	3,329	35%	3,482	29%	
Trading income	559	800	-241	-30%	708	-149	-21%	733	-24%	486	15%	
Insurance	-20	53	-73	-	31	-51	-	459	-	550	-	
Other income	277	290	-13	-4%	335	-58	-17%	140	98%	189	47%	
<b>Total income</b>	<b>14,569</b>	<b>13,995</b>	<b>574</b>	<b>4%</b>	<b>13,764</b>	<b>805</b>	<b>6%</b>	<b>13,826</b>	<b>5%</b>	<b>13,828</b>	<b>5%</b>	
<i>Adj. revenues (DKK 102m in fees)</i>	<i>14,388</i>	<i>13,845</i>	<i>543</i>	<i>4%</i>	<i>13,764</i>	<i>624</i>	<i>5%</i>	<i>13,093</i>	<i>10%</i>	<i>13,342</i>	<i>8%</i>	
Personnel costs	-3,921	-4,435	514	-12%	-4,352	431	-10%	-3,957	-1%	-4,234	-7%	
Other costs	-2,769	-2,332	-437	19%	-2,437	-332	14%	-2,271	22%	-2,390	16%	
<b>Total costs</b>	<b>-6,690</b>	<b>-6,767</b>	<b>77</b>	<b>-1%</b>	<b>-6,789</b>	<b>99</b>	<b>-1%</b>	<b>-6,228</b>	<b>7%</b>	<b>-6,624</b>	<b>1%</b>	
<i>Adj. costs (HQ costs of DKK 100m)</i>	<i>-6,690</i>	<i>-6,663</i>	<i>-27</i>	<i>0%</i>	<i>-6,689</i>	<i>-1</i>	<i>0%</i>	<i>-6,232</i>	<i>7%</i>	<i>-6,349</i>	<i>5%</i>	
<b>Profit before loan losses</b>	<b>7,879</b>	<b>7,229</b>	<b>650</b>	<b>9%</b>	<b>6,975</b>	<b>904</b>	<b>13%</b>	<b>7,598</b>	<b>4%</b>	<b>7,204</b>	<b>9%</b>	
<i>Adj. PBLL</i>	<i>7,698</i>	<i>7,183</i>	<i>515</i>	<i>7%</i>	<i>7,075</i>	<i>623</i>	<i>9%</i>	<i>6,861</i>	<i>12%</i>	<i>6,993</i>	<i>10%</i>	
Loan losses	107	0	107	-	-220	327	-	337	-68%	32	234%	
<b>Operating profit</b>	<b>7,986</b>	<b>7,229</b>	<b>757</b>	<b>10%</b>	<b>6,755</b>	<b>1,231</b>	<b>18%</b>	<b>7,935</b>	<b>1%</b>	<b>7,235</b>	<b>10%</b>	
<i>Adj. operating profit</i>	<i>7,805</i>	<i>7,183</i>	<i>622</i>	<i>9%</i>	<i>6,855</i>	<i>950</i>	<i>14%</i>	<i>7,198</i>	<i>8%</i>	<i>7,024</i>	<i>11%</i>	
Tax	-1,991	-1,715	-276	16%	-1,687	-304	18%	-1,770	12%	-1,470	35%	
Other	0	0	0	-	0	0	-	0	-	0	-	
<b>Net profit</b>	<b>5,995</b>	<b>5,514</b>	<b>481</b>	<b>9%</b>	<b>5,067</b>	<b>928</b>	<b>18%</b>	<b>6,165</b>	<b>-3%</b>	<b>5,765</b>	<b>4%</b>	
DPS	14.7	13.20	1.50	11%	n.a.					7.5		
<b>CET 1-ratio</b>	<b>17.8%</b>	<b>18.9%</b>	<b>-1.0%</b>		<b>18.9%</b>	<b>-1.0%</b>		<b>19.1%</b>		<b>18.8%</b>		

Source: Company data, ABGSC forecasts, Infront consensus

Estimate revisions, 2024-26e

Forecast revisions												
DKKm	New forecasts			Old forecasts			Diff					
	2024	2025e	2026e	2024e	2025e	2026e	2024e		2025e		2026e	
Net interest income	36,696	34,902	34,505	36,450	32,942	33,032	246	1%	1,961	6%	1,473	4%
Net commission income	14,912	15,581	16,246	14,258	14,790	15,398	654	5%	791	5%	847	6%
Trading income	2,669	3,000	3,100	2,910	2,975	3,025	-241	-8%	25	1%	75	2%
Insurance	1,388	1,825	2,000	1,461	1,775	1,825	-73	-5%	50	3%	175	10%
Other income	740	600	800	753	680	800	-13	-2%	-80	-12%	0	0%
<b>Total income</b>	<b>56,405</b>	<b>55,908</b>	<b>56,651</b>	<b>55,831</b>	<b>53,162</b>	<b>54,081</b>	<b>574</b>	<b>1%</b>	<b>2,747</b>	<b>5%</b>	<b>2,570</b>	<b>5%</b>
Personnel costs	-15,954	-16,842	-16,983	-16,468	-16,184	-16,283	514	-3%	-658	4%	-700	4%
Other costs	-9,782	-9,144	-8,492	-9,345	-8,657	-8,346	-437	5%	-487	6%	-146	2%
<b>Total costs</b>	<b>-25,736</b>	<b>-25,986</b>	<b>-25,475</b>	<b>-25,813</b>	<b>-24,841</b>	<b>-24,629</b>	<b>77</b>	<b>0%</b>	<b>-1,145</b>	<b>5%</b>	<b>-846</b>	<b>3%</b>
<b>Profit before loan losses</b>	<b>30,669</b>	<b>29,922</b>	<b>31,175</b>	<b>30,019</b>	<b>28,321</b>	<b>29,451</b>	<b>650</b>	<b>2%</b>	<b>1,602</b>	<b>6%</b>	<b>1,724</b>	<b>6%</b>
Loan losses	543	-637	-677	436	-512	-697	107	25%	-125	24%	20	-3%
<b>Operating profit, core</b>	<b>31,212</b>	<b>29,285</b>	<b>30,499</b>	<b>30,455</b>	<b>27,809</b>	<b>28,754</b>	<b>757</b>	<b>2%</b>	<b>1,476</b>	<b>5%</b>	<b>1,745</b>	<b>6%</b>
Non-core	0	0	0	0	0	0	0	n.m	0	n.m	0	n.m
<b>Operating profit</b>	<b>31,212</b>	<b>29,285</b>	<b>30,499</b>	<b>30,455</b>	<b>27,809</b>	<b>28,754</b>	<b>757</b>	<b>2%</b>	<b>1,476</b>	<b>5%</b>	<b>1,745</b>	<b>6%</b>
Tax	-7,585	-6,949	-7,366	-7,309	-6,598	-6,944	-276	4%	-350	5%	-421	6%
<b>Net profit</b>	<b>23,627</b>	<b>22,337</b>	<b>23,133</b>	<b>23,146</b>	<b>21,211</b>	<b>21,810</b>	<b>481</b>	<b>2%</b>	<b>1,126</b>	<b>5%</b>	<b>1,323</b>	<b>6%</b>
<i>Adjusted net profit</i>	<i>23,484</i>	<i>22,337</i>	<i>23,133</i>	<i>23,106</i>	<i>21,211</i>	<i>21,810</i>	<i>378</i>	<i>2%</i>	<i>1,126</i>	<i>5%</i>	<i>1,323</i>	<i>6%</i>
<i>Number of shares*, YE</i>	<i>834</i>	<i>792</i>	<i>750</i>	<i>834</i>	<i>799</i>	<i>764</i>	<i>0</i>	<i>0%</i>	<i>-7</i>	<i>-1%</i>	<i>-14</i>	<i>-2%</i>
<i>Share buybacks</i>	<i>5,239</i>	<i>9,000</i>	<i>9,000</i>	<i>5,239</i>	<i>7,500</i>	<i>7,500</i>	<i>0</i>	<i>0%</i>	<i>1,500</i>	<i>20%</i>	<i>1,500</i>	<i>20%</i>
<i>EPS</i>	<i>27.9</i>	<i>27.5</i>	<i>30.0</i>	<i>27.3</i>	<i>26.0</i>	<i>27.9</i>	<i>0.57</i>	<i>2%</i>	<i>1.50</i>	<i>6%</i>	<i>2.10</i>	<i>8%</i>
<i>Adjusted EPS</i>	<i>27.7</i>	<i>27.5</i>	<i>30.0</i>	<i>27.3</i>	<i>26.0</i>	<i>27.9</i>	<i>0.45</i>	<i>1.6%</i>	<i>1.50</i>	<i>5.8%</i>	<i>2.10</i>	<i>7.5%</i>
<i>DPS</i>	<i>28.7</i>	<i>16.8</i>	<i>18.0</i>	<i>27.2</i>	<i>16.3</i>	<i>17.8</i>	<i>1.50</i>	<i>6%</i>	<i>0.50</i>	<i>3%</i>	<i>0.25</i>	<i>1%</i>

Source: ABGSC forecasts

\* Number of shares outstanding

**ABGSCe vs Infront consensus, 2024-26e**

<b>ABGSC vs. Infront consensus</b>												
DKK <b>m</b>	ABGSC Est			Infront consensus			Diff					
	2024	2025e	2026e	2024	2025e	2026e	2,024	2025e	2026e	2024	2025e	2026e
Net interest income	36,696	34,902	34,505	36,485	34,675	34,231	211	1%	227	1%	274	1%
Net commission income	14,912	15,581	16,246	14,061	14,658	15,229	851	6%	923	6%	1,017	7%
Trading income	2,669	3,000	3,100	2,818	2,959	2,991	-149	-5%	41	1%	109	4%
Insurance	1,388	1,825	2,000	1,439	1,686	1,725	-51	-4%	139	8%	275	16%
Other income	740	600	800	798	846	860	-58	-7%	-246	-29%	-60	-7%
<b>Total income</b>	<b>56,405</b>	<b>55,908</b>	<b>56,651</b>	<b>55,601</b>	<b>54,825</b>	<b>55,036</b>	<b>804</b>	<b>1%</b>	<b>1,084</b>	<b>2%</b>	<b>1,615</b>	<b>3%</b>
Personnel costs	-15,954	-16,842	-16,983	-16,425	-16,460	-16,607	471	-3%	-382	2%	-376	2%
Other costs	-9,782	-9,144	-8,492	-9,410	-9,322	-9,358	-372	4%	178	-2%	865	-9%
<b>Total costs</b>	<b>-25,736</b>	<b>-25,986</b>	<b>-25,475</b>	<b>-25,836</b>	<b>-25,782</b>	<b>-25,964</b>	<b>100</b>	<b>0%</b>	<b>-204</b>	<b>1%</b>	<b>489</b>	<b>-2%</b>
<b>Profit bef. loan loss</b>	<b>30,669</b>	<b>29,922</b>	<b>31,175</b>	<b>29,765</b>	<b>29,042</b>	<b>29,072</b>	<b>904</b>	<b>3%</b>	<b>880</b>	<b>3%</b>	<b>2,104</b>	<b>7%</b>
Loan losses	543	-637	-677	216	-1,112	-1,197	327	151%	475	-43%	521	-43%
<b>Pre-tax profit</b>	<b>31,212</b>	<b>29,285</b>	<b>30,499</b>	<b>29,981</b>	<b>27,927</b>	<b>27,872</b>	<b>1,231</b>	<b>4%</b>	<b>1,358</b>	<b>5%</b>	<b>2,626</b>	<b>9%</b>
Tax	-7,585	-6,949	-7,366	-7,280	-6,909	-6,916	-305	4%	-40	1%	-450	7%
Net profit	23,627	22,337	23,133	22,701	21,018	20,957	926	4%	1,318	6%	2,177	10%
<b>EPS (AT1 adj.)</b>	<b>27.71</b>	<b>27.46</b>	<b>30.00</b>	<b>26.33</b>	<b>24.38</b>	<b>24.31</b>	<b>1.38</b>	<b>5%</b>	<b>3.08</b>	<b>13%</b>	<b>5.69</b>	<b>23%</b>
DPS	28,70	16,75	18,00	12,83	16,05	16,72	15,87	124%	0,70	4%	1,28	8%
Share buy-back*	5,239	9,000	9,000	6,600	8,900	8,000	-1,361	-21%	100	1%	1,000	13%
CET1 ratio	17.9%	17.5%	16.2%	18.9%	18.2%	17.6%	-0.9%		-0.6%		-1.4%	

Source: Infront Consensus, ABGSC forecasts, \* Share buyback from Danske's IR consensus.

Danske Bank - Income statement, quarterly								
DKKm	Q1'23	Q2'23	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24	Q4'24
Net interest income	8,021	8,514	9,317	9,121	9,142	9,145	9,165	9,244
Net commission income	3,252	3,017	3,153	3,482	3,376	3,698	3,329	4,509
Trading income	1,331	906	-111	486	769	608	733	559
Insurance	497	192	233	550	492	457	459	-20
Other income	292	-438	417	189	176	147	140	277
<b>Total income</b>	<b>13,393</b>	<b>12,191</b>	<b>13,009</b>	<b>13,828</b>	<b>13,955</b>	<b>14,055</b>	<b>13,826</b>	<b>14,569</b>
Personnel costs	-3,875	-3,884	-3,838	-4,234	-4,038	-4,038	-3,957	-3,921
Other costs	-2,417	-2,466	-2,373	-2,390	-2,299	-2,443	-2,271	-2,769
<b>Total costs</b>	<b>-6,292</b>	<b>-6,350</b>	<b>-6,211</b>	<b>-6,624</b>	<b>-6,337</b>	<b>-6,481</b>	<b>-6,228</b>	<b>-6,690</b>
<b>Profit before loan losses</b>	<b>7,101</b>	<b>5,841</b>	<b>6,798</b>	<b>7,204</b>	<b>7,618</b>	<b>7,574</b>	<b>7,598</b>	<b>7,879</b>
Loan losses	-147	175	-322	32	-101	200	337	107
Other	-1	2	-1	-1	0	0	0	0
<b>Operating profit</b>	<b>6,953</b>	<b>6,018</b>	<b>6,475</b>	<b>7,235</b>	<b>7,517</b>	<b>7,774</b>	<b>7,935</b>	<b>7,986</b>
Tax	-1,787	-1,007	-1,156	-1,470	-1,888	-1,936	-1,770	-1,991
Other								
<b>Net profit</b>	<b>5,166</b>	<b>5,011</b>	<b>5,319</b>	<b>5,765</b>	<b>5,629</b>	<b>5,838</b>	<b>6,165</b>	<b>5,995</b>
Tax rate	26%	17%	18%	20%	25%	25%	22%	25%
<b>EPS</b>	<b>6.0</b>	<b>5.8</b>	<b>6.2</b>	<b>6.7</b>	<b>6.6</b>	<b>6.8</b>	<b>7.3</b>	<b>7.2</b>
<i>Adjusted net profit</i>	<i>5,375</i>	<i>4,847</i>	<i>5,402</i>	<i>5,624</i>	<i>5,629</i>	<i>5,836</i>	<i>6,162</i>	<i>5,857</i>
<i>Adjusted EPS</i>	<i>6.3</i>	<i>5.6</i>	<i>6.3</i>	<i>6.5</i>	<i>6.6</i>	<i>6.8</i>	<i>7.3</i>	<i>7.0</i>
Key balance sheet data								
DKKm	Q1'23	Q2'23	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24	Q4'24
Lending, net	1,769,827	1,752,598	1,743,662	1,779,024	1,727,995	1,741,492	1,747,518	1,674,680
Goodwill & other intangibles	6,061	6,093	6,069	6,064	6,046	6,083	6,165	6,737
Total assets	3,791,407	3,731,608	3,829,199	3,770,981	3,664,668	3,719,072	3,698,275	3,716,042
Shareholders' equity	164,575	168,648	168,642	175,739	173,417	178,055	176,916	175,687
Net asset value	158,514	162,555	162,573	169,675	167,371	171,972	170,751	168,950
Capital adequacy								
DKKm	Q1'23	Q2'23	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24	Q4'24
Tier 1 capital, excl. Hybrids *	147,745	149,385	154,586	155,308	149,810	156,633	159,704	145,217
Tier 1 capital, reported *	162,828	164,474	169,496	170,113	159,871	166,858	169,498	155,577
Capital base *	20,781	20,751	20,846	20,790	26,472	23,671	22,964	26,570
Risk exposure amount (BIS II/III) *	822,031	825,516	820,923	827,882	809,090	846,180	835,887	814,706
Asset quality								
DKKm	Q1'23	Q2'23	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24	Q4'24
Problem loans, gross	23,000	21,900	27,100	23,624	24,500	22,900	22,600	23,460
Provisions	-19,698	-19,400	-19,907	-20,140	-20,297	-20,539	-20,225	-19,901
Problem loans, net	3,302	2,500	7,193	3,484	4,203	2,361	2,375	3,559
Key figures								
	Q1'23	Q2'23	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24	Q4'24
<b>Profitability</b>								
Net interest margin	0.85%	0.91%	0.99%	0.96%	0.98%	0.99%	0.99%	1.00%
ROE	12.72%	12.03%	12.06%	13.39%	12.90%	13.29%	13.89%	13.60%
RONAV	13.75%	12.08%	13.29%	13.54%	13.36%	13.76%	14.38%	13.79%
ROREA	2.49%	2.43%	2.58%	2.80%	2.75%	2.82%	2.93%	2.91%
<b>Efficiency</b>								
Adj. cost/income ratio	45%	48%	43%	46%	45%	46%	45%	46%
Adj. cost/assets	0.63%	0.65%	0.63%	0.67%	0.68%	0.69%	0.67%	0.72%
<b>Financial position</b>								
Lending/deposits	153%	160%	155%	156%	164%	162%	165%	153%
REA/total assets	22%	22%	21%	22%	22%	23%	23%	22%
Tier 1 ratio, core *	18.0%	18.1%	18.8%	18.8%	18.5%	18.5%	19.1%	17.8%
Tier 1 ratio, reported *	19.8%	19.9%	20.6%	20.5%	19.8%	19.7%	20.3%	19.1%
Capital adequacy *	2.5%	2.5%	2.5%	2.5%	3.3%	2.8%	2.7%	3.3%
Equity ratio, core	3.9%	4.0%	4.0%	4.1%	4.1%	4.2%	4.3%	3.9%
<b>Asset quality</b>								
Problem loans, gross/lending	1.29%	1.24%	1.54%	1.31%	1.40%	1.30%	1.28%	1.38%
Problem loans, net/lending	0.19%	0.14%	0.41%	0.20%	0.24%	0.14%	0.14%	0.21%
Provision ratio	85.6%	88.6%	73.5%	85.3%	82.8%	89.7%	89.5%	84.8%
Loan losses, net/lending	0.03%	-0.04%	0.07%	-0.01%	0.02%	-0.05%	-0.08%	-0.02%

Source: Company data, ABGSC forecasts

\*Based on restated P&L

Income statement (DKK m)	2017	2018	2019	2020	2021	2022	2023	2024	2025e	2026e
Net interest income	23,806	23,571	22,104	22,151	22,049	25,108	34,973	36,696	34,902	34,505
Net commission income	15,664	15,402	12,636	12,217	13,535	12,589	12,904	14,912	15,581	16,246
Trading income	7,087	4,676	4,350	4,297	4,125	1,875	2,612	2,669	3,000	3,100
Insurance income	0	0	2,385	1,669	2,088	280	1,472	1,388	1,825	2,000
Other operating income	1,591	716	1,059	594	797	1,937	460	740	600	800
<b>Total income</b>	<b>48,149</b>	<b>44,365</b>	<b>42,534</b>	<b>40,928</b>	<b>42,594</b>	<b>41,789</b>	<b>52,421</b>	<b>56,405</b>	<b>55,908</b>	<b>56,651</b>
Personnel costs	-13,568	-13,943	-14,932	-15,021	-15,698	-15,161	-15,831	-15,954	-16,842	-16,983
Other operating costs	-9,154	-9,567	-11,771	-12,006	-9,965	-26,744	-9,646	-9,782	-9,144	-8,492
<b>Total operating costs</b>	<b>-22,722</b>	<b>-23,510</b>	<b>-26,703</b>	<b>-27,027</b>	<b>-25,663</b>	<b>-41,905</b>	<b>-25,477</b>	<b>-25,736</b>	<b>-25,986</b>	<b>-25,475</b>
<b>Profit before loan losses</b>	<b>25,427</b>	<b>20,855</b>	<b>15,831</b>	<b>13,901</b>	<b>16,930</b>	<b>-116</b>	<b>26,944</b>	<b>30,669</b>	<b>29,922</b>	<b>31,175</b>
Loan losses	873	617	-1,516	-7,001	-348	-1,568	-262	543	-637	-677
Investment portfolio	-	-	-	-	-	-	-	-	-	-
Other items	-12	-282	-493	-596	-3	-13	-1	0	0	0
<b>Operating profit</b>	<b>26,287</b>	<b>21,190</b>	<b>13,822</b>	<b>6,304</b>	<b>16,579</b>	<b>-1,697</b>	<b>26,681</b>	<b>31,212</b>	<b>29,285</b>	<b>30,499</b>
Tax	-5,388	-4,721	1,249	-1,715	-3,651	-2,883	-5,420	-7,585	-6,949	-7,366
Other items after tax	0	0	0	0	0	0	0	0	0	0
<b>Net profit</b>	<b>20,900</b>	<b>16,469</b>	<b>15,072</b>	<b>4,589</b>	<b>12,928</b>	<b>-4,580</b>	<b>21,261</b>	<b>23,627</b>	<b>22,337</b>	<b>23,133</b>
Tax rate (%)	20.5	22.3	-9.0	27.2	22.0	-169.9	20.3	24.3	23.7	24.2
EPS	22.85	18.77	17.52	5.34	15.04	-5.33	24.71	27.88	27.46	30.00
Net profit adj.	19,869	16,993	11,310	6,736	13,253	10,711	21,249	23,484	22,337	23,133
EPS adj.	21.72	19.37	13.14	7.83	15.42	12.47	24.70	27.71	27.46	30.00
<b>Key balance sheet data</b>	-	-	-	-	-	-	-	-	-	-
Net lending	1,723,025	1,771,399	1,821,309	1,838,126	1,834,372	1,803,955	1,779,024	1,674,680	1,719,536	1,768,348
Goodwill and intangibles	7,177	11,224	9,165	8,785	8,819	6,045	6,064	6,737	6,737	6,737
Total assets	3,539,528	3,578,467	3,761,050	4,109,231	3,935,834	3,790,566	3,770,981	3,716,042	3,753,202	3,790,734
Shareholders equity	153,916	148,976	156,271	160,171	171,207	160,278	175,739	176,676	178,222	171,747
Net asset value	146,739	137,752	147,106	151,386	162,388	154,233	169,675	169,939	171,485	165,010
<b>Capital adequacy</b>	-	-	-	-	-	-	-	-	-	-
Tier 1 capital, excl. hybrids	132,744	126,827	132,664	143,727	151,935	149,197	155,308	146,206	146,513	139,544
Tier 1 capital, reported	151,149	150,505	156,608	161,009	171,868	164,497	170,113	156,566	156,873	144,744
Capital base	170,323	159,666	174,206	180,117	192,756	185,262	190,903	183,136	183,443	172,642
Risk exposure amount (BIS II)	753,409	748,104	767,177	784,184	860,173	838,193	827,882	814,706	836,563	861,520
<b>Asset quality</b>	-	-	-	-	-	-	-	-	-	-
Problem loans, gross	33,255	29,923	34,713	31,776	33,615	23,881	23,624	23,460	23,929	24,408
Provisions for problem loans	-20,069	-20,353	-20,451	-22,554	-21,935	-19,605	-20,140	-19,901	-20,299	-20,705
Problem loans, net	13,186	9,570	14,262	9,222	11,680	4,276	3,484	3,559	3,630	3,703
<b>Key figures</b>	-	-	-	-	-	-	-	-	-	-
<b>Profitability</b>	-	-	-	-	-	-	-	-	-	-
Net interest margin (%)	0.68	0.66	0.60	0.56	0.55	0.65	0.93	0.98	0.93	0.91
ROE (%)	13.7	10.9	9.9	2.9	7.8	-2.8	12.7	13.4	12.6	13.2
RONAV (%)	13.6	11.9	7.9	4.5	8.4	6.8	13.1	13.8	13.1	13.7
ROREA (%)	2.7	2.2	2.0	0.6	1.6	-0.5	2.6	2.9	2.7	2.7
<b>Cost efficiency</b>	-	-	-	-	-	-	-	-	-	-
Cost/income Core (%)	48.9	50.4	59.5	59.8	58.8	62.9	45.6	45.7	46.5	45.0
Costs/assets Core (%)	0.66	0.61	0.64	0.62	0.62	0.66	0.64	0.68	0.70	0.68
<b>Financial position</b>	-	-	-	-	-	-	-	-	-	-
Net lending/deposits (%)	189.0	198.0	189.2	154.1	157.1	154.2	156.5	153.0	153.6	154.9
REA/assets (%)	21.3	20.9	20.4	19.1	21.9	22.1	22.0	21.9	22.3	22.7
Common equity tier 1 ratio (%)	17.6	17.0	17.3	18.3	17.7	17.8	18.8	17.9	17.5	16.2
Tier 1 ratio, reported (%)	20.1	20.1	20.4	20.5	20.0	19.6	20.5	19.2	18.8	16.8
Capital adequacy (%)	22.6	21.3	22.7	23.0	22.4	22.1	23.1	22.5	21.9	20.0
Equity ratio Core (%)	3.8	3.5	3.5	3.5	3.9	3.9	4.1	3.9	3.9	3.7
<b>Asset quality</b>	-	-	-	-	-	-	-	-	-	-
Problem loans, gross/lending (%)	2.0	1.7	1.9	1.8	1.9	1.3	1.3	1.4	1.4	1.4
Problem loans, net/lending (%)	0.8	0.5	0.8	0.5	0.6	0.2	0.2	0.2	0.2	0.2
Provision ratio (%)	60.3	68.0	58.9	71.0	65.3	82.1	85.3	84.8	84.8	84.8
Loan losses, net/lending (%)	-0.05	-0.04	0.09	0.38	0.02	0.09	0.01	-0.03	0.04	0.04

Source: ABG Sundal Collier, Company Data

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Company: Danske Bank

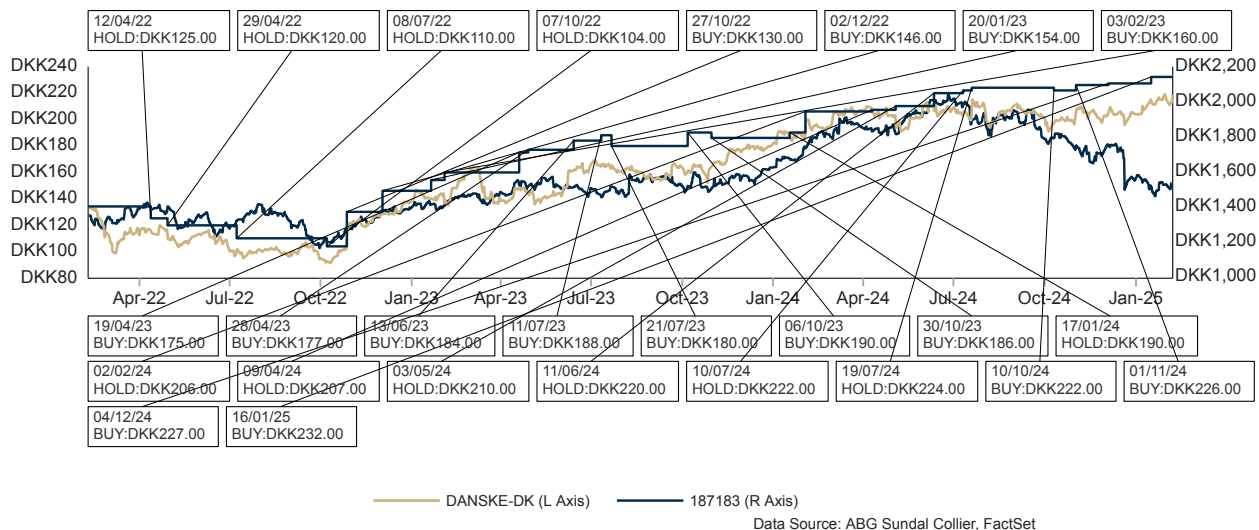
Currency: DKK

Current Recommendation: BUY

Date: 6/2/2025

Current Target price: 257.0

Current Share price: 235.60



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Production of recommendation: 2/9/2025 21:41.

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