



Vestjysk Bank Quarterly Report 2017

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Vestjysk Bank A/S
Torvet 4-5, DK-7620 Lemvig
Denmark
CVR 34631328
Registered Office: Lemvig, Denmark
Telephone (+45) 96 63 20 00
www.vestjyskbank.dk
vestjyskbank@vestjyskbank.dk

Read or download this report at vestjyskbank.dk.
The Vestjysk Bank Quarterly Report 2017 is a translation of the original report in Danish (Vestjysk Bank Kvartalsrapport 2017).
In case of discrepancies, the Danish version prevails.

Summary

Q1 2017 Highlights

Vestjysk Bank realised a profit after tax of DKK 55 million in Q1 2017. The Bank's core operations are sound and core earnings of DKK 120 million before impairment are considered very satisfactory. The impairment charges in relation to the Bank's agricultural customers are at a lower level than Q1 2016. This is the main reason for the Bank's profit after tax in Q1 2017 being in line with expectations at the beginning of the year and is under the circumstances considered satisfactory.

The Bank remains committed to improving its capital situation, including strengthening its solvency related coverage and its coverage in relation to the requirement for common equity tier 1 capital.

The Bank is investigating the possibility of a capital increase in the form of a share issue. For the time being this cannot be further elaborated.

- Profit after tax of DKK 55 million (Q1 2016: DKK 12 million).
- Core income of DKK 245 million (Q1 2016: DKK 231 million), including value adjustments of DKK 24 million (Q1 2016: DKK 7 million).
- Cost ratio of 51.1 (Q1 2016: 54.6), corresponding to a decrease of 3.5 percentage points.
- Core earnings before impairment of DKK 120 million (Q1 2016: DKK 105 million).
- Impairment of loans and receivables, etc. of DKK 61 million (Q1 2016: DKK 93 million).
- The minimum requirements for continued banking operations are 8.0 per cent (total capital ratio) and 4.5 per cent (common equity tier 1 capital ratio), respectively, of weighted risk exposures. At 31 March 2017, the Bank's surplus relative to these requirements was 5.6 percentage points, or DKK 874 million, and 4.8 percentage points, or DKK 754 million, respectively.
- The total capital ratio stood at 13.6 per cent and the individual solvency need at 12.9 per cent, corresponding to a surplus of 0.7 percentage points or DKK 112 million at 31 March 2017, which is how far the Bank is from the need to prepare a recovery plan.
- Common equity tier 1 capital ratio of 9.3 at 31 March 2017, compared with a requirement of 9.8. That means a shortfall of 0.5 of a percentage point, or DKK 84 million (DKK 116 million at 1 January 2017). This is in line with Vestjysk Bank's guidance, and the Bank remains confident that it will be able to eliminate the shortfall by way of ordinary operating income cf. the capital conservation plan which has been assessed and approved by the Danish FSA.
- Deposit surplus of DKK 4.2 billion at 31 March 2017, compared with a deposit surplus of DKK 4.0 billion at 31 March 2016. At 31 March the Bank's LCR was 327 per cent (187 per cent at 31 March 2016).

As announced in the company announcement dated 4 December 2015, the EU Commission in December 2015 opened an in-depth investigation to assess whether the state aid granted to Vestjysk Bank by the Danish State in 2012 was in accordance with EU state aid rules. In particular, the Commission will examine whether Vestjysk Bank's restructuring plan would restore the Bank's long-term viability without unduly distorting competition. The time frame of this investigation and the approval process is unknown.

Given an unchanged economic climate, the Bank's total business volume is expected to have the capacity to generate core earnings before impairment at around DKK 400-450 million. Lower impairment losses are expected. Assuming an unchanged economic climate, Management expects that impairment losses can be absorbed by the Bank's core earnings, resulting in a significant improvement of its consolidation in 2017 compared to last year.

Management's Review

Financial Highlights

Key Figures	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Q1 2016	FY 2016
Statement of Income (DKKm)						
Net interest income	130	153	147	149	146	595
Net fee income	90	85	79	71	77	312
Dividends on shares, etc.	0	0	0	3	0	3
Value adjustments	24	24	17	17	7	65
Other operating income	1	17	5	6	1	29
Core Income	245	279	248	246	231	1.004
Staff costs and administrative expenses	121	128	118	120	123	489
Other operating expenses as well as depreciation, amortisation and impairment losses; on intangible and tangible assets	4	6	3	4	3	16
Operating expenses and operating depreciation and amortisation	125	134	121	124	126	505
Core Earnings Before Impairment	120	145	127	122	105	499
Impairment of loans and receivables, etc.	61	90	110	123	93	416
Profit Before Tax	59	55	17	-1	12	83
Tax	4	1	1	1	0	3
Profit After Tax	55	54	16	-2	12	80
Statement of financial position (DKKm)						
Assets, total	19,544	19,895	19,878	20,557	20,444	19,895
Loans	12,404	12,529	12,920	13,093	13,346	12,529
Deposits, including pooled schemes	16,574	16,971	16,939	17,463	17,367	16,971
Contingent liabilities	3,319	3,358	3,175	3,143	3,101	3,358
Business volume	32,297	32,858	33,034	33,699	33,814	32,858
Equity	1,542	1,487	1,424	1,411	1,413	1,487

Financial ratios ¹	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Q1 2016	FY 2016
Solvency						
Total capital ratio	13.6%	13.0%	12.7%	12.5%	12.6%	13.0%
Tier 1 capital ratio	11.8%	11.2%	10.8%	10.6%	10.7%	11.2%
Common equity tier 1 capital ratio	9.3%	8.7%	8.4%	8.2%	8.0%	8.7%
Earnings						
Return on equity before tax, annually	15.9%	15.0%	4.7%	-0.2%	3.4%	5.7%
Return on equity after tax, annually	14.7%	14.8%	4.3%	-0.3%	3.3%	5.5%
Income-cost ratio	1.32	1.25	1.07	1.00	1.05	1.09
Cost ratio ²	51.1%	47.9%	48.9%	50.3%	54.6%	50.3%
Return on assets	0.3%	0.3%	0.1%	0.0%	0.1%	0.4%
Employees converted to full-time (average)	437.8	447.7	457.7	461.3	467.8	458.6
Market Risk						
Interest rate risk	-2.4%	-3.0%	-3.7%	-4.1%	-4.6%	-3.0%
Foreign exchange position	0.5%	0.3%	0.8%	0.9%	0.9%	0.3%
Foreign exchange risk	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
LCR	327.1 %	318.1%	263.6%	343.3%	187.4%	318.1%
Credit Risk						
Loans plus impairment on loans relative to deposits	92.8%	91.7%	94.1%	92.2%	94.1%	91.7%
Loans relative to equity	8.0	8.4	9.1	9.3	9.4	8.4
Growth in loans	-1.0%	-3.0%	-1.3%	-1.9%	-0.2%	-6.4%
Sum of large exposures	32.2%	36.9%	37.8%	38.6%	37.3%	36.9%
Accumulated impairment ratio	16.0%	16.1%	15.9%	15.7%	15.5%	16.1%
Impairment ratio	0.3%	0.5%	0.6%	0.6%	0.5%	2.2%
Vestjysk Bank Share						
Earnings per share	0.4	0.4	0.1	0.0	0.1	0.5
Book value per share ³	9.7	9.4	8.9	8.9	8.9	9.4
Price of Vestjysk Bank shares, end of the period	13.3	13.0	9.2	8.0	9.1	13.0
Share price/book value per share ³	1.4	1.4	1.0	0.9	1.0	1.4

¹ The financial ratios are laid down in the Danish FSA's Executive Order on Financial Reports for Credit Institutions and Investment Firms, etc.

² Operating expenses and operating depreciation and amortisation/core income

³ The ratios are calculated as though the additional tier 1 capital were a liability.

Management's Review

Financial Review

Income statement

Profit after tax

For Q1 2017, the Bank's profit after tax was DKK 55 million, compared with DKK 12 million for Q1 2016.

Impairment of loans and receivables, etc. amounted to DKK 61 million in Q1 2017. The impairment ratio for Q1 2017 was 0.3 per cent, against 0.5 per cent in Q1 2016. The level is still above the sector average, but in line with the Bank's expectations for Q1 2017.

Core income

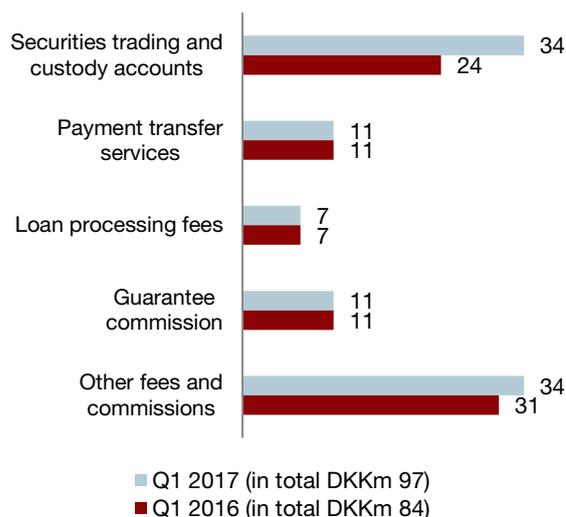
In Q1 2017, Vestjysk Bank realised core income of DKK 245 million, up DKK 14 million compared with Q1 2016. The core income increase was due to higher value adjustments and income from fees and commissions, partly offset by lower interest income.

Net interest income totalled DKK 130 million in Q1 2017, against DKK 146 million in Q1 2016. The DKK 16 million decline was due to a DKK 30 million drop in interest income due to a lower lending volume and increased price pressure. This has resulted in a greater than expected decline. The Bank's interest expenses were reduced by DKK 14 million, mainly due to lower deposit rates.

Positive value adjustments represented DKK 24 million, compared with DKK 7 million in Q1 2016.

Fee and commission income rose 15 per cent from DKK 84 million in Q1 2016 to DKK 97 million in Q1 2017. The increase in fee and commission income is mainly explained by a high level of securities trading activity and other fees and commissions, especially within property finance. The distribution is shown in the following figure.

Income from Fees and Commissions (DKKm)



Other operating income amounted to DKK 1 million in Q1 2017, against DKK 1 million in Q1 2016.

Operating expenses, depreciation and amortisation

Total operating expenses, depreciation and amortisation amounted to DKK 125 million in Q1 2017, against DKK 126 million in Q1 2016. Despite the number of full-time equivalent employees being reduced by 30 since Q1 2016, it is difficult to reduce the bank's expenses due to an increased general level of expenses. The Bank's focus on digitalisation means that, as expected, IT expenses in particular were up as a result of the sharp increase in customers' use of the Bank's self-service products, such as mobile banking. The Bank will continue its committed efforts to reduce the level of expenses and maintain an expense ratio of around 50.

Core earnings before impairment

For Q1 2017, the Bank's core earnings before impairment stood at DKK 120 million, compared with DKK 105 million in Q1 2016. Adjusted for value adjustments core earnings before impairment in Q1 2017 was DKK 2 million under the Q1 2016 level, which is considered very satisfactory.

Impairment charges on loans, advances, guarantees etc.

Impairment charges amounted to DKK 61 million, net in Q1 2017, compared with DKK 93 million in Q1 2016. The impairment ratio for Q1 2017 was 0.3 per cent, against 0.5 per cent in Q1 2016. The level is within Managements expectation, but is still at a high level and higher than the sector average.

Historically and until 2012, the Bank's exposures to the real estate and agricultural sectors were motivated by the Bank's growth strategy. The strategy was successful, but resulted in insufficient focus on credit risk and robustness in the composition of total capital. The Bank's overall exposure to the real estate and agricultural sectors accounts for approximately 33 per cent of total net lending.

Milk and pork prices has both improved in 2017 particularly pork prices, but also milk prices. The Bank is closely monitoring developments in the agricultural sector and will continue to incorporate the consequences of any changes in the calculation of impairment. Despite the higher settlement prices for the Danish agricultural sector, the Bank also expects to see net impairment losses on agricultural exposures in 2017. The current level and stability on milk prices is at the moment the greatest risk within the Banks agricultural exposures.

Agriculture is still a large factor in the sector diversification of the Bank's business loans, and as a result of the unfavourable market conditions that the sector has experienced in recent years, agriculture also accounts for the largest share of the Bank's accumulated impairment writedowns: 43 per cent or DKK 1.3 billion. The Bank has thus written down approximately 33 per cent of its gross lending to the agricultural sector.

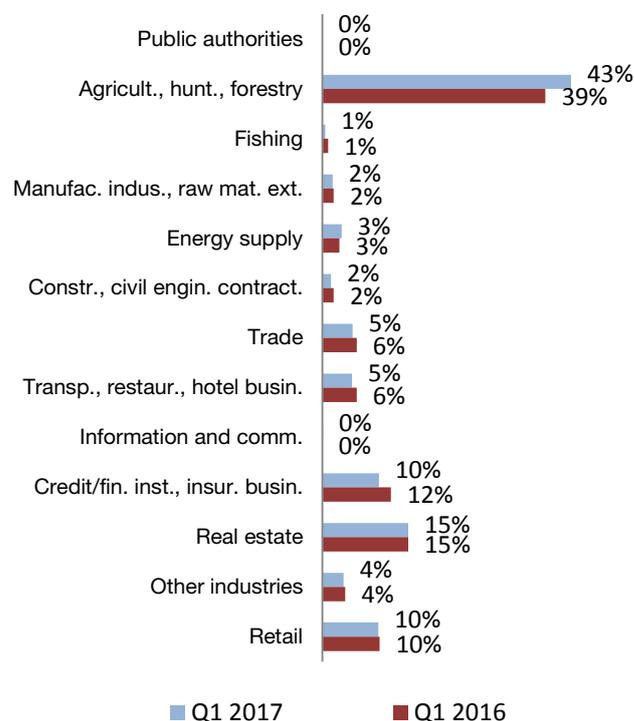
The process of adjusting the Bank's involvement in the real estate sector continues, as the Bank focuses on weeding out unprofitable real estate exposures. For some of these property commitments, we are seeing a favourable trend

with operating profits and sufficient liquidity to service debt. As a result, the Bank has reduced its exposure to this sector, and the Bank's customers have sold assets at acceptable prices.

The Bank continues to implement further measures to improve the process of managing and monitoring the Bank's loans and guarantees and to develop the skills of account managers.

The Bank's accumulated impairment ratio at 31 March 2017 stood at 16.0 per cent, compared with 15.5 per cent at 31 March 2016.

Accumulated Impairments and Provisions by Industry Segment at 31 March 2017



Management's Review

Financial Review

Statement of financial position

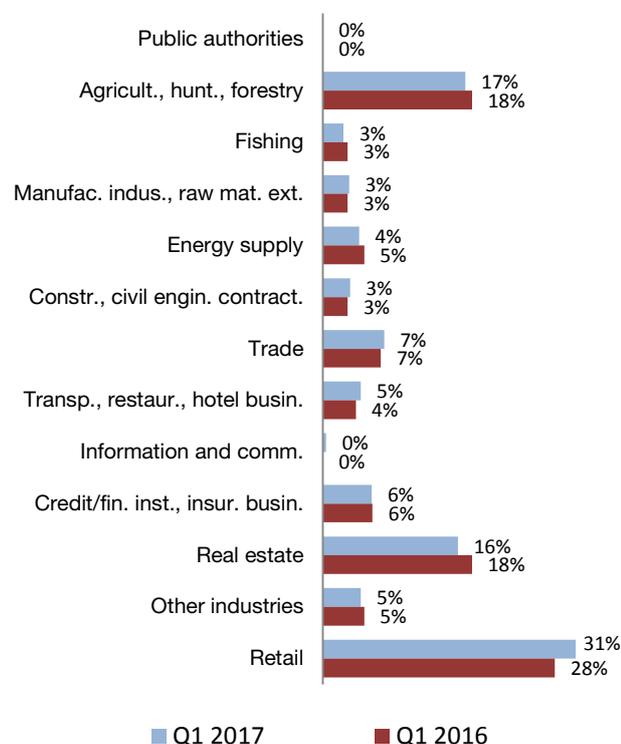
Vestjysk Bank's balance sheet amounted to DKK 19.5 billion at 31 March 2017, against DKK 20.4 billion at 31 March 2016. The reduced balance sheet total was mainly attributable to a reduction in the Bank's deposits and lending. Based on its liquidity and funding situation, the Bank will now aim to maintain the current business volume.

Loans

At 31 March 2017, Vestjysk Bank's net lending amounted to DKK 12.4 billion, against DKK 13.3 billion at 31 March 2016, a DKK 0.9 billion reduction during 2016. Relative to 31 December 2016, this represents a minor decline of DKK 0.1 billion.

The distribution of Vestjysk Bank's loans and guarantees by sector is illustrated below.

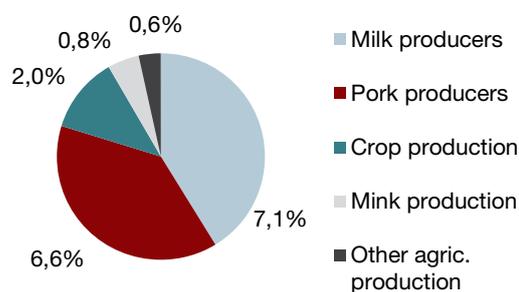
Loans and Guarantees by Industry Segment at 31 March 2017



It is a positive development that loans to retail customers continue to rise, accounting for 31 per cent of the Bank's net loans and guarantees at 31 March 2017. The Bank has thus fulfilled the ambition of strengthening the retail segment to achieve a 30/70 distribution between retail and business customers.

Agriculture remains an important strategic business area in which the Bank has considerable experience. In isolated terms, at 31 March 2017 the Bank's exposure to agriculture accounted for 17.1 per cent of its total loans and guarantees and was distributed across the various production branches as shown in the figure below.

Agricultural Commitments' Share of Loans and Guarantees by Production Branches at 31 March 2017



Large exposures

The sum of large exposures, constituting 10 per cent or more of total capital, amounted to 32.2 per cent of total capital at 31 March 2017, distributed on two exposures. The aim is lower concentration and greater diversification of the Bank's portfolio.

Difference between deposits and loans

Vestjysk Bank's deposits including pooled schemes amounted to DKK 16.6 billion at 31 March 2017, against DKK 17.4 billion at 31 March 2016.

The reduction of deposits is a deliberate strategy by the Bank driven by a declining need for additional net liquidity. The adjustment is accomplished via the interest rates offered on certain deposit products.

The Bank had a deposit surplus at 31 March 2017 of DKK 4.2 billion, against DKK 4.0 at 31 March 2016.

Business volume

Vestjysk Bank's business volume – total deposits, loans and contingent liabilities – amounted to DKK 32.3 billion at 31 March 2017, against DKK 33.8 billion at 31 March 2016. The change in business volume was due to decreases in both loans and deposits.

Capital and liquidity

Equity

Vestjysk Bank's equity stood at DKK 1,542 million at 31 March 2017, against DKK 1,413 million at 31 March 2016. The development in equity since 1 January 2016 is detailed in the statement of changes in equity.

Subordinated debt

The Bank's subordinated debt stood at DKK 814 million at 31 March 2017, of which state-funded additional tier 1 capital under Bank Package II totalled DKK 314 million. This capital carries interest at 9.561 per cent.

Special statutory rules apply to additional tier 1 capital under Bank Package II. No dilution of the capital is allowed, and buyback programmes aimed at reducing the Bank's share capital are therefore not permitted. Moreover, only 50 per cent of Executive Board salaries will be eligible for tax deduction.

Solvency

Solvency-related total capital amounted to DKK 2,129 million at 31 March 2017 which, relative to the total risk exposure of DKK 15,689 million, gives a total capital ratio of 13.6 per cent. At 31 March 2016, the Bank's total capital ratio was 12.6 per cent.

The minimum total capital ratio requirement for continued banking operations is 8.0 per cent, which for Vestjysk Bank equals DKK 1,255 million at 31 March 2017. Based on the Bank's current financial position, this requirement is met with a surplus of 5.6 percentage points, or DKK 874 million.

Solvency-related adequate total capital amounted to DKK 2,016 million at 31 March 2017 which, relative to the total risk exposure of DKK 15,689 million, gives an individual solvency need of 12.9 per cent, corresponding to a solvency need supplement of 4.9 percentage points in addition to the minimum requirement. Relative to the DKK 2,129 million

total capital, the surplus solvency was 0.7 percentage points or DKK 112 million at 31 March 2017.

Common equity tier 1 capital

The Bank's common equity tier 1 capital totalled DKK 1,460 million at 31 March 2017 which, relative to the total risk exposure of DKK 15,689 million, gives a common equity tier 1 capital ratio of 9.3 per cent, against 8.0 per cent at 31 March 2016. The Bank's tier 1 capital ratio was 11.8 per cent at 31 March 2017, compared to 10.7 per cent at 31 March 2016.

The minimum common equity tier 1 capital ratio requirement for continued banking operations is 4.5 per cent, which for Vestjysk Bank equals DKK 706 million at 31 March 2017. Based on the Bank's current financial position, this requirement is met with a surplus of 4.8 percentage points, or DKK 754 million.

In relation to the Bank's common equity tier 1 capital, the aggregate capital requirement, comprising the minimum capital requirement, the capital conservation buffer and the share of the solvency need add-on that may be fulfilled by common equity tier 1 capital, is 9.8 per cent, or DKK 1,544 million, compared to the Bank's common equity tier 1 capital of DKK 1,460 million. The difference between these two amounts constitutes the Bank's common equity tier 1 capital shortfall of 0.5 of a percentage point, or DKK 84 million at 31 March 2017. At the end of 2016, the Bank had excess common equity tier 1 capital coverage of DKK 287 million. At 1 January 2017, in accordance with the FSA's guidelines on the calculation of solvency need, the Bank had recognised state-funded additional tier 1 capital of DKK 312 million in the Bank's individual solvency need, in addition to a 0.625 per cent, or approximately DKK 100 million, increase in the general capital conservation buffer.

An alternative calculation of the deficit of DKK 84 million is based on the solvency surplus of 0.7 percentage point or DKK 112 million. From this amount the general capital conservation buffer of 1.25 per cent or DKK 196 million is deducted, leading to a deficit of DKK 84 million.

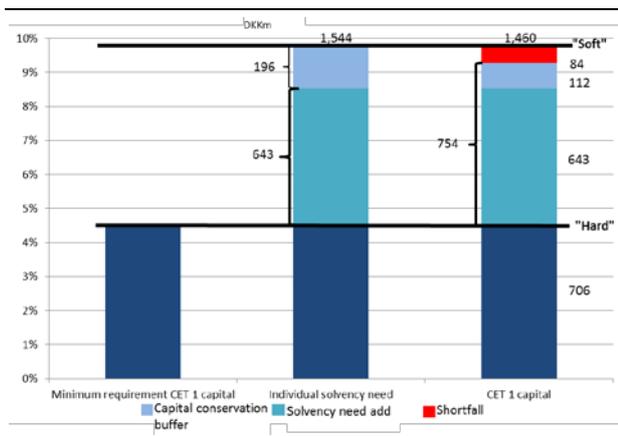
Management is continuously considering measures to strengthen its common equity tier 1 capital. The deficit was reduced by approximately DKK 32 million during 2017.

Management's Review

Financial Review

The following graphic shows the relationship between the bank's common equity tier 1 capital and the related capital requirements at 31 March 2017.

Capital requirements at 31 March 2017



As of 1 January 2018 and 2019 the capital conservation buffer will increase with 0.625 per cent each year until it reaches 2.500 per cent by 1 January 2019.

The above mentioned circumstances are part of the considerations and efforts by the management to strengthen the total capital.

Due to the shortfall, the Bank has, in compliance with section 125 of the Danish Financial Business Act, prepared a capital conservation plan, which has been assessed and approved by the Danish FSA. The Bank is expected to be able to recover the shortfall through earnings from ordinary operations.

Liquidity

Vestjysk Bank's liquidity position remains good. At 31 March 2017, the Bank's Liquidity Coverage Ratio (LCR) stood at 327 per cent, relative to the LCR requirement of 80 per cent.

In accordance with the LCR regulation, the LCR requirement is being gradually phased in, with 80 per cent at 1 January 2017 and 100 per cent at 1 January 2018. The Bank's liquidity projections indicate that the Bank will remain in compliance with the LCR requirements when fully phased in.

Share capital

Vestjysk Bank's share capital totalled DKK 151 million at 31 March 2017. The share capital consists of 151,008,121 shares with a nominal value of DKK 1 each.

Vestjysk Bank has some 37,000 registered shareholders. The Danish State holds 121,736,671 shares, corresponding to a stake of 80.62 per cent. Additionally, Finansiel Stabilitet, which is wholly owned by the Danish State, holds 1,291,222 shares in Vestjysk Bank, corresponding to a stake of 0.86 per cent. Including this stake, the Danish State holds 81.48 per cent of the share capital and voting rights in Vestjysk Bank. After the Danish State, the ten largest shareholders hold 3.18 percent of Vestjysk Bank's share capital.

The bank's shares are listed in Nasdaq OMX Mid Cap index, where it has been on the observation list since 1 March 2013.

The Financial Supervisory Authority's Supervisory Diamond

Vestjysk Bank's objective is to remain within the threshold values for the five indicators set out in the FSA's Supervisory Diamond, which all banks should generally comply with. Vestjysk Bank meets this objective.

Vestjysk Bank's values relative to each of these threshold values are set out in the table on the next page.

Realised values at 31 March 2017

Supervisory Diamond Benchmarks	Realised values
Sum of large exposures (< 125%)	32.2 pct.
Growth in loans (< 20%)	-7.1 pct.
Real estate exposure (< 25%)	16.5 pct.
Funding ratio (< 1)	0.66
Liquidity coverage ratio (> 50%)	77.1 pct.

Other matters

Related parties

Vestjysk Bank's related parties comprise the members of the Board of Directors and Executive Board as well as these persons' family members. During the year, the Bank has conducted normal trading on arm's-length terms with Kaj Bech A/S, in which board member Anders Bech, exercises control.

Another related party is the Danish State, which by virtue of its ownership of 80.62 per cent of the Bank's share capital and voting rights exercises control.

Action plan 2017

In the annual report for 2016, the bank launched a new action plan for 2017 and the following years, including the following action points:

- investigating the possibility of raising additional capital in the form of an issue of shares, possibly combined with other capital instruments
- Maintaining the Bank's current business volume by focusing on the existing customers' borrowing and credit needs and adding new good retail customers and solid business customers in the SME segment
- Reducing the Bank's total agricultural and real estate exposures
- Continuing working actively with the Bank's weak and impaired customers to reduce the Bank's overall impairment charges
- Focusing on maintaining a cost ratio of around 50
- Increasing earnings, particularly in the investment area, by increasing the customers' proportion of pooled and wealth management products

- Further digitalisation of the Bank through effective internal processes and new options for the customers
- Maintaining a strong liquidity position by balancing the development of gross lending and deposits

Management's focus in the day-to-day operation of the Bank is in accordance with this action plan.

EU Commission

When the EU Commission temporarily approved the state aid in parts of the capital plan for the merger with Aarhus Lokalbank in the spring of 2012, that approval was predicated upon the EU Commission's prior approval of the Bank's restructuring plan.

The Bank utilised the facility in the amount of DKK 7,142 million, comprising a capital increase to which the Danish State contributed DKK 167 million, relief of the solvency-related capital charge through the sale of sector shares of DKK 175 million and guarantees in the amount of DKK 6,800 million. The state-guaranteed borrowing facility was repaid in early 2015, 18 months ahead of its expiry. The Bank maintains regular dialogue with the EU Commission via the Ministry of Business and Growth.

Management is not aware of any requirements to be set out by the EU Commission that the Bank is currently not able to meet. The importance of settling the issue of final approval is highlighted by the fact that, ultimately, the Bank may find itself in a situation where the question regarding the potential repayment of state aid might become relevant.

As announced in the company announcement dated 4 December 2015, the EU Commission in December 2015 has opened an in-depth investigation to assess whether the restructuring aid granted to Vestjysk Bank by the Danish State in 2012 was in accordance with EU state aid rules. In particular, the Commission will examine whether Vestjysk Bank's restructuring plan would restore the Bank's long-term viability without unduly distorting competition. The time frame for the approval process is not yet known.

Management's Review

Financial Review

Outlook for 2017

Given an unchanged economic climate, the Bank's total business volume is expected to have the capacity to generate core earnings before impairment at around DKK 400-450 million. Lower impairment losses are expected. Assuming an unchanged economic climate, Management expects that impairment losses can be absorbed by the Bank's core earnings, resulting in a significant improvement of its con-

solidation in 2017 compared to last year. This will ensure a continuing bank with an appropriate business platform and the possibility of achieving a more adequate capital structure.

The impact of a deterioration in the economic climate for the agricultural sector and/or other sectors will thus hamper the Bank's opportunities for consolidation in 2017.

2017 Financial Calendar

- 23 August Half-year report
- 22 November Quarterly report for Q1-Q3

Management's Statement

The Bank's Board of Directors and Executive Board have today considered and approved the Quarterly Report for the period from 1 January to 31 March 2017 of Vestjysk Bank A/S.

The Quarterly Report is presented in accordance with the Danish Financial Business Act and in accordance with the supplementary Danish disclosure requirements for listed financial enterprises.

In our opinion, the accounting policies applied are appropriate and the financial statements present a true and fair view of the Company's assets and liabilities and financial position as at 31 March 2017, and of the results of the Bank's activities for the reporting period from 1 January to 31 March 2017.

In our opinion, the management's review includes a fair review of the development and performance of the company and a fair description of the principal risks and uncertainty factors that the Bank faces.

The management's review section of the 2016 Annual Report detailed matters related to "Risks relating to going concern". It is our assessment that these matters still apply and we refer to the Management's Statement, as well as Note 2 "Uncertainty, capital structure and going concern" in the 2016 Annual Report.

The present Quarterly Report has not been audited or reviewed.

Lemvig, Denmark, 17 May 2017

Executive Board

.....
Jan Ulsø Madsen
Chief Executive Officer

.....
Michael Nelander Petersen
Managing Director

Board of Directors

.....
Vagn Thorsager
Chairman of the Board of Directors

.....
Lars Holst
Deputy Chairman of the Board of Directors

.....
Anders Bech

.....
Bent Simonsen

.....
Jens Erik Christensen

.....
Karina Boldsen

.....
Jacob Møllgaard

.....
Martin Sand Thomsen

.....
Palle Hoffmann

Financial Statements

Statements of Income and Comprehensive Income

Note		Q1 2017 DKK'000	Q1 2016 DKK'000	FY 2016 DKK'000
Statement of Income				
2	Interest income	169,420	198,920	779,739
3	Interest expenses	39,547	52,810	185,198
	Net interest income	129,873	146,110	594,541
	Dividends on shares etc.	260	173	3,384
4	Income from fees and commissions	97,265	84,228	346,704
	Fees and commissions paid	7,275	7,109	35,212
	Net interest and fee income	220,123	223,402	909,417
5	Value adjustments	24,255	7,288	64,951
6	Other operating income	1,185	1,127	29,151
7	Staff costs and administrative expenses	120,878	122,884	488,736
	Depreciation, amortisation and impairment losses; on tangible and intangible assets	2,375	2,563	10,158
8	Other operating expenses	2,248	1,048	5,793
9	Impairment of loans and receivables, etc.	60,654	93,511	416,154
	Profit before tax	59,408	11,811	82,678
	Tax	4,381	288	2,830
	Profit after tax	55,027	11,523	79,848
Statement of Comprehensive Income				
	Profit after tax	55,027	11,523	79,848
	Other comprehensive income:			
	Change in the value of owner-occupied properties	0	0	9,372
	Changes in the value of pension obligations	0	0	1,110
	Other comprehensive income after tax	0	0	10,482
	Total comprehensive income	55,027	11,523	90,330

Financial Statements

Statement of Financial Position

Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000	
Assets				
	Cash in hand and demand deposits with central banks	389,713	239,885	398,307
	Receivables from credit institutions and central banks	493,417	334,348	524,743
	Loans and other receivables at amortised cost	12,403,592	13,345,864	12,528,922
	Bonds at fair value	2,803,243	3,521,109	3,128,881
	Shares, etc.	265,725	182,734	254,704
	Assets related to pooled schemes	2,545,690	2,082,704	2,411,815
10	Intangible assets	3,911	4,115	3,780
	Land and buildings, total	323,576	351,054	324,915
11	Investment property	7,386	29,900	7,386
12	Owner-occupied property	316,190	321,154	317,529
	Other property, plant and equipment	1,663	3,606	2,133
	Current tax assets	0	5,223	0
	Assets held for sale	500	3,285	595
13	Other assets	295,754	353,211	299,067
	Prepayments	17,174	16,695	16,778
	Assets total	19,543,958	20,443,833	19,894,640

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Statement of Financial Position

Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
Equity and liabilities			
Debts			
	26,736	59,974	16,066
	14,028,775	15,284,376	14,559,276
	2,545,690	2,082,704	2,411,815
	6,990	0	2,655
14	537,774	701,201	564,469
	10	13	26
	17,145,975	18,128,268	17,554,307
Provisions			
	18,593	21,413	18,981
	19,146	9,196	17,621
	3,967	7,278	2,681
	41,706	37,887	39,283
15	814,378	864,190	814,178
Equity			
16	151,008	151,008	151,008
	61,122	52,543	61,122
	551,600	551,600	551,600
	703,169	583,337	648,142
	1,466,899	1,338,488	1,411,872
	75,000	75,000	75,000
	1,541,899	1,413,488	1,486,872
	19,543,958	20,443,833	19,894,640
18	Items not recognised in the statement of financial position		
	3,318,917	3,101,265	3,357,927
	37,647	107,520	41,334
	3,356,564	3,208,785	3,399,261

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Statement of Changes in Equity

DKK'000	Share capital	Revaluation reserves	Reserves provided for in the Bank's Articles of Association	Retained earnings	Total	Additional tier 1 capital*)	Equity total
Equity, 1 January 2017	151,008	61,122	551,600	648,142	1,411,872	75,000	1,486,872
Profit after tax for the period				55,027	55,027	0	55,027
Total comprehensive income	0	0	0	55,027	55,027	0	55,027
Interest on additional tier 1 capital					0	0	0
Additions relating to sale of own shares				20,474	20,474		20,474
Disposals relating to purchase of own shares				-20,474	-20,474		-20,474
Equity, 31 March 2017	151,008	61,122	551,600	703,169	1,466,899	75,000	1,541,899
Equity, 1 January 2016	151,008	52,543	551,600	573,583	1,328,734	75,000	1,403,734
Profit after tax for the period				9,755	9,755	1,768	11,523
Total comprehensive income	0	0	0	9,755	9,755	1,768	11,523
Interest on additional tier 1 capital					0	-1,768	-1,768
Additions relating to sale of own shares				5,085	5,085		5,085
Disposals relating to purchase of own shares				-5,086	-5,086		-5,086
Equity, 31 March 2016	151,008	52,543	551,600	583,337	1,338,488	75,000	1,413,488
Equity, 1 January 2016	151,008	52,543	551,600	573,583	1,328,734	75,000	1,403,734
Profit after tax for the period				72,657	72,657	7,191	79,848
Other comprehensive income after tax		9,372		1,110	10,482		10,482
Total comprehensive income	0	9,372	0	73,767	83,139	7,191	90,330
Interest on additional tier 1 capital					0	-7,191	-7,191
Additions relating to sale of own shares				16,553	16,553		16,553
Disposals relating to purchase of own shares				-16,554	-16,554		-16,554
Transferred to retained earnings		-793		793	0		0
Equity, 31 December 2016	151,008	61,122	551,600	648,142	1,411,872	75,000	1,486,872

*) The additional tier 1 capital has been provided for an indefinite term and Vestjysk Bank has full discretion at all times to omit interest payments, and it is consequently accounted for as equity. There is an option of early repayment, subject to approval by the Danish Financial Supervisory Authority, on 1 September 2019. The capital accrues interest at 9.561 per cent. If Vestjysk Bank's common equity tier 1 capital ratio falls below 5.125 per cent, the loan will be written down.

The additional tier 1 capital meets the conditions of CRR/CRD IV.

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Overview of notes to the financial statements

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- 4 Income from fees and commissions
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Note

1 **Accounting policies**

Vestjysk Bank's Quarterly report for 1 January - 31 March 2017 is presented in accordance with the Danish Financial Business Act, including the Danish Financial Supervisory Authority's executive order on financial reporting for credit institutions and investment companies, et al. as well as the disclosure requirements for listed enterprises issued by NASDAQ OMX Copenhagen A/S.

The accounting policies applied in this report remain unchanged from the 2016 Annual Report, which contains a full description of those policies.

Measuring certain assets and liabilities require Management to make an estimate of how future events will affect the value of such assets and liabilities. Estimates considered material in presenting the accounts are, among other things, made by stating impairments of impaired loans, the fair values of unlisted financial instruments as well as provisions, cf. the more detailed discussion in the 2016 Annual Report. The applied estimates are based on assumptions deemed sound by Management but which by their nature are uncertain.

The Bank's significant risks and external conditions that may affect the Bank are described in greater detail in the 2016 Annual Report.

	Q1 2017 DKK'000	Q1 2016 DKK'000	FY 2016 DKK'000
2 Interest income			
Receivables from credit institutions and central banks	-523	-367	-1,384
Loans and other receivables	169,403	194,383	769,019
Bonds	1,544	2,690	8,466
Other interest income	0	1	66
Derivative financial instruments	-1,004	2,213	3,572
Total	169,420	198,920	779,739
There is no interest income originating from reverse repo transactions.			
3 Interest expenses			
Credit institutions and central banks	92	75	302
Deposits and other debt	21,519	35,922	119,402
Subordinated debt	17,923	16,754	65,443
Other interest expenses	13	59	51
Total	39,547	52,810	185,198
There is no interest expense originating from repo transactions.			
4 Income from fees and commissions			
Securities trading and custody services	33,954	24,485	108,908
Payment services	10,887	11,313	50,338
Loan processing fees	7,168	6,999	31,515
Guarantee commission	11,238	10,736	44,215
Other fees and commissions	34,018	30,695	111,728
Total	97,265	84,228	346,704

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Note	Q1 2017 DKK'000	Q1 2016 DKK'000	FY 2016 DKK'000
5 Value adjustments			
Bonds	10,167	5,851	42,590
Shares, etc.	6,249	1,259	6,237
Investment property	0	0	-2,075
Foreign currency	4,553	3,197	13,659
Foreign exchange, interest rate, equity, commodity, and other contracts as well as derivative financial instruments	1,654	-8,063	-7,249
Assets related to pooled schemes	65,215	-39,878	82,506
Deposits with pooled schemes	-65,215	39,878	-82,506
Other assets	-872	673	-248
Other liabilities	2,504	4,371	12,037
Total	24,255	7,288	64,951
6 Other operating income			
Gains on sale of property, plant and equipment	30	13	743
Other income	1,155	1,114	28,408
Total	1,185	1,127	29,151
7 Staff costs and administrative expenses			
Salaries and remuneration for the Board of Directors and Executive Board	1,924	1,831	7,800
Staff costs	74,639	76,325	303,637
Other administrative expenses	44,315	44,728	177,299
Total	120,878	122,884	488,736
Salaries and remuneration of the Board of Directors and Executive Board and major risk takers			
Board of Directors			
Fixed remuneration	412	412	1,650
Total	412	412	1,650
Executive Board			
Contractual remuneration	1,440	1,349	5,867
Pension	72	70	283
Total	1,512	1,419	6,150

Note	Q1 2017 DKK'000	Q1 2016 DKK'000	FY 2016 DKK'000
7 Staff costs and administrative expenses (continued)			
Value of benefits	49	52	217
With reference to the terms and conditions for participation in Bank Package II, please note that in the calculation of taxable income, remuneration of the Executive Board was deducted for tax purposes in the amount of	781	736	3,184
No agreements have been concluded concerning bonus plans, incentive programmes or similar compensation plans.			
The Bank is exempt from all pension obligations in respect of the departure of members of the Executive Board, whether as a result of age, illness, disability or any other reason.			
Staff expenses			
Wages and salaries	57,515	59,548	238,223
Pensions	7,131	7,636	28,870
Expenses relating to social security contributions, payroll tax etc.	9,993	9,141	36,544
Total	74,639	76,325	303,637
8 Other operating expenses			
Contributions to the Resolution Fund and the Guarantee Funds	381	600	1,525
Other expenses	1,867	448	4,268
Total	2,248	1,048	5,793
9 Impairment of loans and provisions for guarantees, etc.			
Individual impairment of loans			
Individual impairment of loans and other receivables, beginning of the reporting period	2,923,237	2,997,232	2,997,232
Impairment charges for the period	191,896	157,560	507,901
Reversal of impairment charges in prior financial years	-126,259	-76,209	-119,967
Other movements	21,710	24,718	72,289
Previously individually impaired, now written off	-137,212	-216,928	-534,218
Individual impairment of loans and other receivables, end of the reporting period	2,873,372	2,886,373	2,923,237
Impact on financial income statement	65,637	81,351	387,934
Collective impairment of loans			
Collective impairment of loans and other receivables, beginning of the reporting period	104,872	93,712	93,712
Impairment charges for the period	14,500	17,074	39,289
Reversal of impairment charges in prior financial years	-20,674	-9,094	-32,180
Other movements	1,128	1,170	4,051
Impairment of loans and other receivables in groups, end of the reporting period	99,826	102,862	104,872
Impact on financial income statement	-6,174	7,980	7,109

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Note	Q1 2017 DKK'000	Q1 2016 DKK'000	FY 2016 DKK'000
9 Impairment of loans and provisions for guarantees, etc. (continued)			
Impairment of loans, total			
Impairment of loans and other receivables, beginning of the reporting period	3,028,109	3,090,944	3,090,944
Impairment charges for the period	206,396	174,634	547,190
Reversal of impairment charges in prior financial years	-146,933	-85,303	-152,147
Other movements	22,838	25,888	76,340
Previously individually impaired, now written off	-137,212	-216,928	-534,218
Impairment of loans and other receivables, end of the reporting period	2,973,198	2,989,235	3,028,109
Impact on financial income statement	59,463	89,331	395,043
Provisions for losses on guarantees and unused credit commitments			
Provisions for losses on guarantees and unused credit commitments, beginning of the reporting period	20,301	17,155	17,155
Impairments for the period	4,572	3,568	15,131
Reversal of provisions in prior financial years	-1,761	-4,248	-11,985
Provisions for losses on guarantees and unused credit commitments, end of the reporting period	23,112	16,475	20,301
Impact on financial income statement	2,811	-680	3,146
Accumulated impairment ratio	16.0%	15.5%	16.1%
Impact on operations, total	62,274	88,651	398,189
Loans with no prior individual impairment/provisions, written off	762	7,056	27,157
Recovered on previously written-off debts	-2,382	-2,196	-9,192
Impairment of loans and guarantee debtors, etc., total	60,654	93,511	416,154
Interest income on impaired loans is offset against impairment in the amount of	22,838	25,888	76,340
Receivables for which accrual of interest has been discontinued, end of the reporting period	1,479,511	1,313,239	1,491,621
Total impairment charge thereon	1,178,330	949,435	1,170,546
Receivables for which accrual of interest has been discontinued, as a percentage of loans before impairment	9.6%	8.0%	9.6%

Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
10 Intangible assets			
Customer relationships			
Total acquisition cost, beginning of the reporting period	14,964	14,964	14,964
Total acquisition cost, end of the reporting period	14,964	14,964	14,964
Depreciation and impairment, beginning of the reporting period	11,971	10,475	10,475
Depreciation and impairment for the period	374	374	1,496
Depreciation and impairment, end of the reporting period	12,345	10,849	11,971
Recognised holding, end of the reporting period	2,619	4,115	2,993
Other Intangible assets			
Total acquisition cost, beginning of the reporting period	810	0	0
Additions	606	0	810
Total acquisition cost, end of the reporting period	1,416	0	810
Depreciation and impairment, beginning of the reporting period	23	0	0
Depreciation and impairment for the period	101	0	23
Depreciation and impairment, end of the reporting period	124	0	23
Recognised holding, end of the reporting period	1,292	0	787
Total	3,911	4,115	3,780
11 Investment property			
Fair value, beginning of the reporting period	7,386	29,900	29,900
Transferred from owner-occupied property	0	0	9,461
Disposals	0	0	29,900
Fair value adjustment for the reporting period	0	0	-2,075
Fair value at the end of the reporting period	7,386	29,900	7,386

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Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
12 Owner-occupied property			
Revalued amount, beginning of the period	317,529	322,531	322,531
Additions	75	0	472
Disposals	0	0	9,461
Depreciations	1,414	1,377	5,667
Changes in value recognised in other comprehensive income	0	0	9,372
Changes in value recognised in the statement of income	0	0	282
Revalued amount, end of the period	316,190	321,154	317,529
External valuation experts have been involved in measuring the most important owner-occupied properties.			
13 Other assets			
Positive market value of derivative financial instruments	29,548	58,193	35,242
Interest and commission receivable	69,283	63,680	65,423
Investments in BEC	179,081	175,815	179,081
Other assets	17,842	55,523	19,321
Total	295,754	353,211	299,067
The comparative figure for 31 March 2016 has been restated to reflect that the classification of clearing accounts has been changed from "Receivables from credit institutions and central banks" to "Other assets".			
14 Other liabilities			
Negative market value of derivative financial instruments	39,318	56,313	52,278
Various creditors	439,251	568,037	480,807
Interest and commission payable	36,526	51,998	7,900
Other liabilities	22,679	24,853	23,484
Total	537,774	701,201	564,469
The comparative figure for 31 March 2016 has been restated to reflect that the classification of clearing accounts has been changed from "Debts to credit institutions and central banks" to "Other liabilities".			

Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
15 Subordinated debt			
Tier 2 capital	350,604	402,800	351,697
A nominal DKK 200 million will fall due on 28 June 2020 with an option for early repayment on 28 June 2017 subject to the Financial Supervisory Authority's approval. The capital accrues interest at 9.500% with no step-up clause. The capital meets the conditions of CRR/CDR IV.			
A nominal DKK 150 million will fall due on 1 September 2022 with an option for early repayment on 1 September 2019 subject to the Financial Supervisory Authority's approval. The capital accrues interest at 7.245% with no step-up clause. The capital meets the conditions of CRR/CDR IV.			
Total	350,604	402,800	351,697
Additional tier 1 capital			
Additional tier 1 capital of DKK 100 million.	100,000	100,000	100,000
The capital accrues interest at a floating rate 2.270%.			
There is an option of early repayment, subject to the approval of the Danish Financial Supervisory Authority, at par, at any interest payment date with 30 calendar days' notice.			
The capital does not meet the conditions of CRR/CRV IV.			
Additional tier 1 capital of DKK 50 million.	50,000	50,000	50,000
The capital accrues interest at a floating rate 2.585%. There is no due date.			
The capital does not meet the conditions of CRR/CRV IV.			
Additional tier 1 capital of DKK 287.6 million.	313,774	311,390	312,481
The capital accrues interest at a fixed 9.561%. There is no due date.			
There is an option of early repayment, subject to the approval of the Danish Financial Supervisory Authority, at a price of DKK 110.			
Premiums are recognised and amortised according to their expected repayment date.			
The capital does not meet the conditions of CRR/CRV IV, but is included in the Bank's total capital under the transitional provisions.			
Total	463,774	461,390	462,481
Subordinated debt, total	814,378	864,190	814,178
Charged as an expense under interest expenses/subordinated debt:			
Interest expenses	15,611	16,254	62,676
Costs related to incurrence and repayment	147	71	283
Value adjustments, etc.	2,165	429	2,484
Total	17,923	16,754	65,443
Subordinated debt that can be included in the total capital	593,887	685,289	603,238

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Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
16 Share capital			
Share capital, beginning of the period	151,008	151,008	151,008
Number of shares (units)	151,008,121 of DKK 1	151,008,121 of DKK 1	151,008,121 of DKK 1
Number of own shares, beginning of the period			
Number of own shares (thousands)	173	173	173
Nominal value DKK'000	173	173	173
Percentage of the share capital	0.1%	0.1%	0.1%
Additions			
Purchase of own shares (thousands)	1,306	609	1,834
Nominal value DKK'000	1,306	609	1,834
Percentage of the share capital	0.9%	0.4%	1.2%
Total purchase price DKK'000	20,474	5,086	16,554
Disposals			
Sold own shares (thousands)	1,306	609	1,834
Nominal value DKK'000	1,306	609	1,834
Percentage of the share capital	0.9%	0.4%	1.2%
Total selling price DKK'000	20,474	5,085	16,553
Number of own shares, end of reporting period			
Number of own shares (thousands)	173	173	173
Nominal value DKK'000	173	173	173
Percentage of the share capital	0.1%	0.1%	0.1%
Own shares are intermediated, purchased and sold through the securities exchange as part of Vestjysk Bank's normal customer banking transactions. The Bank is not a direct counterparty in such transactions.			
Vestjysk Bank has a constant holding of own shares.			
The Bank receives state-funded additional tier 1 capital and issues bonds under the individual government guarantee and is therefore not allowed to pay out dividends.			
17 Contingent assets			
Deferred tax asset at a tax rate of 22 per cent	626.326	650.716	635.178
The deferred tax asset is primarily related to carry forward taxable deficits.			
The Bank estimates that there's no evidence for partial or fully capitalization of the deferred tax asset			
18 Items not recognised in the statement of financial position			
Guarantees			
Financial guarantees	486,391	397,759	511,417
Loss guarantees on mortgage loans	1,949,228	1,867,583	1,933,799
Other contingent liabilities	883,298	835,923	912,711
Total	3,318,917	3,101,265	3,357,927
'Other contingent liabilities' include, among other things, performance bonds, delivery guarantees as well as provisions of indemnity in relation to the Guarantee Fund.			

Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
18 Items not recognised in the statement of financial position (continued)			
Other commitments			
Irreversible credit commitments	15,289	82,567	18,428
Other liabilities	22,358	24,953	22,906
Total	37,647	107,520	41,334
19 Capital requirements			
Shareholders Equity	1,466,899	1,338,488	1,411,872
Intangible assets	-3,911	-4,115	-3,780
Prudent valuation	-2,892	-3,657	-3,234
Holdings in financial sector entities in which the Bank does not have significant investments	0	-378	0
Common equity tier 1 capital	1,460,096	1,330,338	1,404,858
Additional tier 1 capital	388,774	436,390	387,481
Holdings in financial sector entities in which the Bank does not have significant investments	0	-126	0
Tier 1 capital	1,848,870	1,766,602	1,792,339
Tier 2 capital	280,113	323,899	290,757
Holdings in financial sector entities in which the Bank does not have significant investments	0	-126	0
Total capital	2,128,983	2,090,375	2,083,096
Total risk exposure	15,688,998	16,546,091	16,066,451
Common equity tier 1 capital ratio	9.3%	8.0%	8.7%
Tier 1 capital ratio	11.8%	10.7%	11.2%
Total capital ratio	13.6%	12.6%	13.0%
20 Security pledged			
Credit institutions:			
Margin accounts pledged as security in relation to financial derivatives	30,970	38,688	31,995
Deposited in the Danish Growth Fund	455	457	455
Other accounts pledged as security	0	10,000	0
Bonds:			
Pledged as security for credit facility with Danmarks Nationalbank			
Total nominal value	1,113,394	1,481,253	1,129,959
Total market value	1,123,301	1,474,271	1,132,233
21 Pending litigation			
Vestjysk Bank is a party to various lawsuits. The proceedings are evaluated on an ongoing basis, and requisite provisions are made based on an assessment of the risk of losses.			
The pending proceedings are not expected to have material influence on the Bank's financial position.			

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Note	Q1 2017 DKK'000	Q1 2016 DKK'000	FY 2016 DKK'000
22	Financial highlights		
	Key figures		
	Statement of income (DKKm)		
	130	146	595
Net interest income	90	77	312
Net fee income	0	0	3
Dividends on shares etc.	24	7	65
Value adjustments	1	1	29
Other operating income	245	231	1.004
Core income	121	123	489
Staff costs and administrative expenses	4	3	16
Other operating expenses as well as depreciation, amortisation and impairment losses; on intangible and intangible assets	125	126	505
Operating expenses and operating depreciation and amortisation	120	105	499
Core earnings before impairment	61	93	416
Impairment of loans and receivables, etc.	59	12	83
Profit before tax	4	0	3
Tax	55	12	80
Profit after tax			
	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
	Statement of financial position (DKKm)		
Assets, total	19,544	20,444	19,895
Loans	12,404	13,346	12,529
Deposits, including pooled schemes	16,574	17,367	16,971
Contingent liabilities	3,319	3,101	3,358
Business volume	32,297	33,814	32,858
Equity	1,542	1,413	1,487

Note	31 March 2017 DKK'000	31 March 2016 DKK'000	31 Dec 2016 DKK'000
22	Financial highlights (continued)		
	Financial ratios¹		
	Solvency		
Total capital ratio	13.6%	12.6%	13.0%
Tier 1 capital ratio	11.8%	10.7%	11.2%
Common equity tier 1 capital ratio	9.3%	8.0%	8.7%
	Earnings		
Return on equity before tax, annually	15.9%	3.4%	5.7%
Return on equity after tax, annually	14.7%	3.3%	5.5%
Income/cost ratio	1.32	1.05	1.09
Cost Ratio ²	51.1%	54.6%	50.3%
Return on assets	0.3%	0.1%	0.4%
Employees converted to full-time (average)	437.8	467.8	458.6
	Market risk		
Interest rate risk	-2.4%	-4.6%	-3.0%
Foreign exchange position	0.5%	0.9%	0.3%
Foreign exchange risk	0.0%	0.0%	0.0%
LCR	327.1%	187.4%	318.1%
	Credit risk		
Loans plus impairment of loans relative to deposits	92.8%	94.1%	91.7%
Loans relative to equity	8.0	9.4	8.4
Growth in loans for the year	-1.0%	-0.2%	-6.4%
Sum of large exposures	32.2%	37.3%	36.9%
Accumulated impairment ratio	16.0%	15.5%	16.1%
Impairment ratio for the year	0.3%	0.5%	2.2%
	Vestjysk Bank share		
Earnings per share for the year	0.4	0.1	0.5
Book value per share ³	9.7	8.9	9.4
Price of Vestjysk Bank shares, end of the year	13.3	9.1	13.0
Share price/book value per share ³	1.4	1.0	1.4

1 The financial ratios are laid down in the Danish FSA's Executive Order on Financial Reports for Credit Institutions and Investment Firms, etc.

2 Operating expenses and operating depreciation and amortisation/core income

3 The ratios are calculated as though the additional tier 1 capital is a liability.



■ vestjyskbank.dk

Vestjysk Bank A/S, Torvet 4-5, DK-7620 Lemvig, CVR 34631328

