

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products. This document sets out the generic risks of the PRIIP that you may be considering as a financial investment, in order that you can compare to other products. The specific terms of the product that you enter into will set out in the confirmation in relation to that product.

Product

PRIIP name:	OTC - Constant Maturity Swap
Name of PRIIP manufacturer:	Danske Bank A/S - www.danskebank.dk
Contact number for PRIIP manufacturer:	Call +45 45 14 68 25 for more information
Competent Authority:	Authorised by the Danish Financial Supervisory
Date of production:	The date of this Key Information Document is 27 November 2018

Alert: You are about to purchase a product that is not simple and may be difficult to understand.

What is this product?

Type

OTC - Constant Maturity Swap

Objectives

The objective of this product is to periodically exchange two floating rate indices from the start date until the end date. You can agree to either (i) receive a cash flow linked to a short tenor index in return for you making a payment linked to a long tenor index (CMS rate) for a fixed term or (ii) agree to receive a cash flow linked to a long tenor index (CMS rate) in return for you making a payment linked to a short tenor index for a fixed term.

The product achieves its objective by (1) Danske Bank agreeing the terms of the Constant Maturity Swap with you; (2) you agreeing to pay or receive the long tenor index to/from Danske Bank in exchange for the short tenor index. Payments are determined on the basis of the notional amount agreed on for each interest rate period and paid on pre-agreed dates.

The product is sensitive to changes in the yield curve's slope and curvature. If the yield curve is upward sloping, the payer of the CMS rate obtains a negativespread to the CMS rate. This spread reflects the expected steepness of the yield curve during the term of the product.

The following typically applies:

- A steepening of the yield curve benefits the receiver of the CMS rate.
- A flattening of the yield curve benefits the payer of the CMS rate.

The terms set out below are illustrative of the terms for a Constant Maturity Swap, but are not the exact terms you agree with Danske Bank. The exact terms are set out in each individual trade confirmation letter.

The illustrative terms are used for subsequent performance scenarios and calculation of costs.

The product terms provide that if certain exceptional events occur (1) Danske Bank may adjust the product; and/or (2) Danske Bank or you may terminate the product early. The exceptional events in question are specified in the product terms and relate principally to the underlying interest rate, the product and conditions pertaining to you or Danske Bank. The return (if any) you receive on such early termination is likely to be different from that received in the scenarios described above.

Start date:	Today
End date:	Today + 5 years
You pay:	CMS 10 years
You receive:	Euribor 6 months

Currency:	EUR
Notional:	10,000.00
Schedule:	Bullet

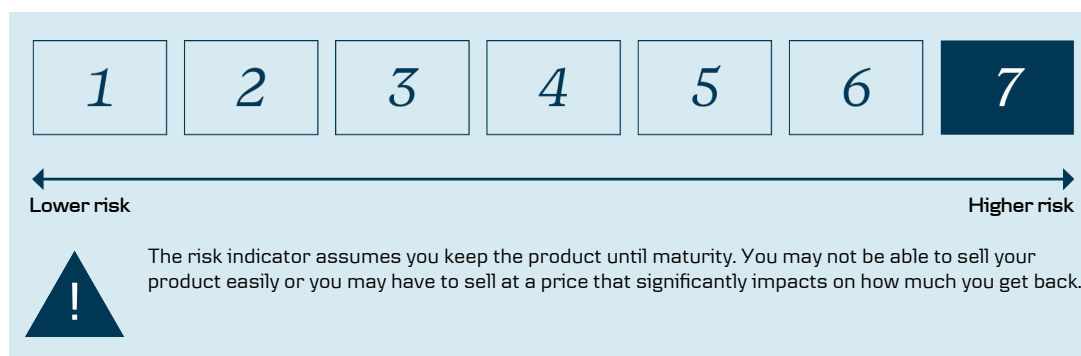
Intended retail investor

This product is intended for retail investors who consider current par swap rates to be unattractive, who prefer exposure to a long-term floating rate index or want to be positioned for a steeper or flatter yield curve.

Term

The term of the Constant Maturity Swap depends on the period for which you wish to exchange your interest payments with Danske Bank. The term is agreed on before you enter into the Constant Maturity Swap. The Constant Maturity Swap is a bilateral agreement that cannot be ordinarily terminated unilaterally neither by you nor by Danske Bank.

What are the risks and what could I get in return?



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 7 out of 7, which is the highest risk class. This product does not include any protection from future market performance so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment.

Performance scenarios		1 year	3 years	5 years
Stressed scenario	What you might get back after costs	EUR -463.05	EUR -549.69	EUR -577.81
	Average return each year	-4.63%	-1.83%	-1.16%
Unfavorable scenario	What you might get back after costs	EUR -143.38	EUR -231.29	EUR -250.06
	Average return each year	-1.43%	-0.77%	-0.50%
Moderate scenario	What you might get back after costs	EUR -15.05	EUR -6.62	EUR -6.44
	Average return each year	-0.15%	-0.02%	-0.01%
Favorable scenario	What you might get back after costs	EUR 163.10	EUR 214.49	EUR 238.11
	Average return each year	1.63%	0.71%	0.48%

This table shows the money you could get back over the next 5 years, under different scenarios, assuming that you invest EUR 10,000.00. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product. The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you. The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What happens if Danske Bank is unable to pay out?

The product is not protected by the Financial Services Compensation Scheme or any other investor compensation or guarantee scheme. This means that if Danske Bank is unable to pay out, you may lose all of your expected payments.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself. They include potential early exit penalties. The figures assume you invest EUR 10,000.00. The figures are estimates and may change in the future.

Cost over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Scenarios	If you cash in after 1 year	If you cash in after 3 years	If you cash in at the end of the recommended holding period
Total costs	EUR 8.29	EUR 8.29	EUR 8.29
Impact on return (RIY) per year	0.41%	0.14%	0.08%

Composition of costs

The table below shows:

- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- the meaning of the different cost categories.

This table shows the impact on return per year

One-off costs	Entry costs	0.02%	The impact of the costs you pay when entering your investment.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	None		
Incidental costs	None		

The cost for this product is based upon the actual sensitivity to interest rates and their volatility. Actual costs will depend upon credit, funding and capital charges.

These costs are client specific and cannot be specified before the product is priced towards the client.

How long should I hold it and can I take money out early?

This product is designed to be held until its maturity date and it is not a product which can be easily sold or transferred. Early termination may occur in the event of a default or disruption situation or if you or Danske Bank agree for it to be terminated early, in which case, early exit penalties may apply.

How can I complain?

Complaints about the product, the conduct of Danske Bank and/or the person advising on, or selling the product, should be addressed to Danske Bank, Juridisk Afdeling, Holmens Kanal 2-12, 1092 København K (klageservice@danskebank.dk).

Other relevant information

The risks set out in this document highlight some, but not all, of the risks of investing in this product. Prior to making any investment decision, you should satisfy yourself that you fully understand the risks relating to this product and seek professional advice as necessary.