

COMPUTATION AND ADDITION OF INTEREST AT DANSKE BANK – CONSUMERS

Applicable from 1 January 2018

This guide explains how we compute and add interest to your accounts with Danske Bank.

1 Computation of interest

For most accounts, we calculate interest daily on the basis of the number of calendar days, unless otherwise agreed.

We base our calculation of interest on the value date of each deposit or withdrawal.

The value date is the date from which an account entry affects the computation of interest. Saturdays, Sundays and public holidays, General Prayer Day, 5 June, 24 December, 31 December and the day after Ascension Day are not business days.

1.1 Value date – deposits

Different rules apply to deposits depending on whether they are made to a payment account regulated by the Danish Act on Payments or to another account type.

For cash payments into a payment account, the value date is the business day on which the amount is paid into the account. For cash payments into other types of account, the value date is the business day following the date on which the amount is paid into the account. A payment account is an account used for payment transactions, such as a salary account.

For payments into accounts made by card, including Visa/Dankort cards, the value date is the business day on which we receive the amount.

For transfers in Danish kroner from Danish banks, the value date is the date on which we receive the amount.

For transfers in Danish kroner between accounts with Danske Bank in Denmark for which the payer has requested that a deposit in the payee's account be made on a specific date, for example payment of salaries and public benefits or supplier payments, the value date is the date

on which the deposit is made in the payee's account.

For transfers in Danish kroner between your own accounts with Danske Bank in Denmark, the value date for both accounts is the date of the transfer.

“Terms and conditions for transfers to and from Denmark and transfers in foreign currency in Denmark – consumers” provides information on interest calculation in connection with transfers to and from Denmark and other transfers. Those terms and conditions apply to both payment accounts and other types of account.

1.2 Value dates of withdrawals

When you withdraw cash from an account at the teller's desk, the value date is the business day on which the withdrawal is made. If you use a card to pay for a purchase or withdraw funds, for example at ATMs using a Visa/Dankort card, the value date is the day on which we receive the transaction. This is usually the date of the purchase or

withdrawal. If the date of our receipt is not a business day, the value date is the following business day.

For information on interest calculation in connection with transfers from Denmark, transfers in foreign currency to Danish banks and payments by cheque in foreign currency, please see our "Terms and conditions for transfers to and from Denmark and transfers in foreign currency in Denmark - consumers".

1.3 Special account entries and account types

We calculate interest using special value dating methods for money order deposits, securities trades, interest and dividends on or repayment of bonds and shares as well as a few other special types of deposit and withdrawal.

Deposits and loans in foreign currency may be subject to special methods of interest calculation and value dating.

Please contact us if you want additional information about the special interest calculation methods.

2 Addition of interest

If no other conditions have been agreed for an account, the following terms apply:

2.1 Deposits

We add credit interest every year on 31 December.

2.2 Loans

We add debit interest every quarter on 31 March, 30 June, 30 September and 31 December.

2.3 Credit facilities and deposit accounts with debit balances

We add credit and debit interest on 31 March, 30 June and 30 September provided that debit interest totals DKK 25 or more and exceeds the amount of credit interest.

Interest not added in a quarter is carried forward and added in the following quarter.

On 31 December, we add credit and debit interest without applying the minimum charge rule for credit interest (DKK 25).

2.4 Value dates of interest added

The value date of both credit and debit interest is the first calendar day of the following quarter/year.

Interest added is reflected in the statement of account or another statement.

3 Cheques

The rules on interest computation on withdrawals by cheque in a currency other than Danish kroner appear in "Terms and conditions for transfers to and from Denmark and transfers in foreign currency in Denmark - consumers".

4 Changes

We may change our methods of computing and adding interest without notice if the changes are to your advantage. Otherwise, we give you three months' notice.

We announce changes in our methods of computing and adding interest in the Danish daily press or send you an electronic message or a letter.