



Finansiel Stabilitet launches process to sell property company exposures

28 February 2014

Finansiel Stabilitet initiates an open and transparent sales process with the aim of divesting a customer loan portfolio consisting of exposures with 76 property companies

Finansiel Stabilitet initiates an open and transparent sales process targeting qualified investors with the aim of divesting a customer loan portfolio consisting of exposures with 76 property companies with loans and credit facilities totalling approximately DKK 1 billion. The property companies are owned by Danish investors and were founded as limited partnerships (kommanditselskaber (K/S)).

Finansiel Stabilitet is a state-owned public limited company charged with winding up exposures and activities taken over from distressed banks, including by offering portfolios of long-term assets for sale at market price.

“Finansiel Stabilitet aims to complete number of segmented tenders for the Group's assets in 2014. We will start with inviting tenders for the K/S exposures,” said Henrik Bjerre-Nielsen, CEO of Finansiel Stabilitet A/S.

In accordance with principles of EU law, tenders for the customer portfolio will be invited in an open and transparent process in which prospective buyers will be treated equally and in which a potential sale will be completed at the highest possible price.

Finansiel Stabilitet has reviewed the possibility of offering the loan and credit facilities to the individual borrowers at a price below par value. The case has been presented to the Legal Advisor to the Danish Government and on the basis hereof Finansiel Stabilitet concludes that such a process cannot be carried out within the existing legal framework.

Finansiel Stabilitet took over the property company exposures in the customer portfolio tendered from the distressed banks Roskilde Bank, Fionia Bank, EBH Bank, Eik Bank Danmark, Amagerbanken, Fjordbank Mors, Max Bank and Sparekassen Østjylland. Individually, these property companies have made direct investments in various types of rental property in Denmark, Germany, the UK and Sweden. Prospective buyers are not required to hold a banking license to acquire the customer portfolio tendered. A potential buyer must however accept to adhere to the Executive Order on Good Business Practice for Financial Undertakings.

Finansiel Stabilitet expects to enter into an agreement to sell the portfolio in May 2014. In order to receive additional information about the sales process, prospective investors should contact Finansiel Stabilitet not later than Friday, 14 March 2014.

For further information, please contact:

Investors

Prospective investors with an interest in acquiring the portfolio are invited to contact Senior Project Manager Morten Davidsen, tel. +45 21 14 62 23, e-mail: mda@finansielstabilitet.dk.

The Press

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