

Danish Ship Finance A/S

Committed issuer of ship covered bonds

March 2019



DANISH
SHIP FINANCE

Danish Ship Finance 0.25% EUR 500m 3.5yr Ship Covered Bond

Danish Ship Finance has been committed to ship financing since 1961 and is a trusted partner for Danish and international shipping companies. Danish Ship Finance manages a loan book of approximately USD 6bn secured by first priority mortgages in approximately 700 vessels

Summary of terms

Issuer	Danmarks Skibskredit (Danish Ship Finance)
Size	EUR 500m
Tenor	3.5 years
Issue date	21 March 2019
Maturity	28 September 2022
Rating	A (S&P, negative outlook)
Issuer rating	BBB+ (S&P, negative outlook)
Price	99.777
Spread	Ms+ 37bps
Coupon	0.25%
JLMs	ABN AMRO, Danske, LBBW, UniCredit
Denoms.	EUR 100k + EUR 1k
ISIN	DK0004132594
Listing	NASDAQ Copenhagen

Pricing synopsis - 21 March 2019

9.10 CET	Books open – Guidance ms+ 42 area
9.40 CET	Update 1 - Orderbook EUR 500m+ (ex JLM interest). Guidance unchanged
11.50 CET	Update 2 - Guidance ms+ 40 area Orderbook EUR 1.2bn+ (ex JLM interest)
12.20 CET	Books closed - Final spread ms+ 37 Orderbook EUR 1.4bn+

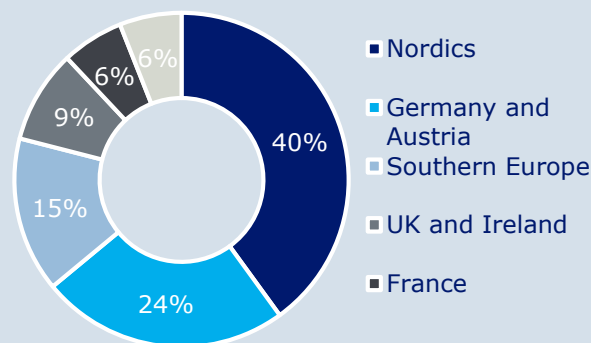
Key highlights

- Danish Ship Finance, having issued DKK covered bonds for 25 years, successfully managed to place its debut EUR ship covered bond and broaden its investor base with new international accounts
- With this issuance, Danish Ship Finance continued to build on its strong credit market profile with new investors
- The issuance marks the first EUR benchmark covered bond backed by ship mortgages since 2015
- The issuance was announced on 28 February and extensively roadshowed across Denmark, Finland, Germany, Austria, the Netherlands and the UK
- Immediate strong investor interest created book momentum to quickly cover the full EUR 500m deal size
- The book closed at EUR 1.4bn which allowed for 5bp tightening to a final price of +37bps

Distribution statistics

- Final book consisted of 55 accounts, of which 36 non-domestic, international investors
- 60% of the deal was taken up by international investors, mostly skewed towards Germany/Austria (24%) and well spread amongst other mostly European countries. The other 40% went to Nordic accounts
- 40% of the deal was picked up by Asset Managers, 31% by banks, 10% by private wealth and 7% CB/OI
- <https://www.skibskredit.dk/media/1946/ip-eur-roadshow-presentation-dsf.pdf>

Distribution per region



Distribution per investor type

