

Supplement to Base Prospectus approved by the Swedish Financial Supervisory Authority (Sw. *Finansinspektionen*) (the “**SFSA**”) on 17 June, 2022, Dnr 22-13919.  
Date for the publication of the Prospectus Supplement (Dnr 22-35436) 11 January 2023.

**DANSKE HYPOTEK AB (publ)**

*PROGRAMME FOR CONTINUOUS ISSUANCE OF COVERED BONDS*

This document constitutes a supplement to the base prospectus regarding continuous issuance of covered bonds by Danske Hypotek AB (publ) (the “**Issuer**”), Dnr 22-13919, which was approved and registered by the SFSA on 17 June, 2022 (the “**Base Prospectus**”) and the prospectus supplement approved and registered by the SFSA on 5 September 2022, Dnr 22-23396 (the “**Prospectus Supplement I**”). This Prospectus Supplement has been established in accordance with Article 23 of Regulation (EU) 2017/1129 (the “**Prospectus Regulation**”) and was approved and registered by the SFSA on 11 January 2023 and made public on the website of the Issuer on 11 January 2023.

This Prospectus Supplement shall be read in conjunction with and is a part of the Base Prospectus and the Prospectus Supplement I. The Base Prospectus, the Prospectus Supplement I and this Prospectus Supplement are available on the Issuer’s website, [www.danskehypotek.se](http://www.danskehypotek.se) and may also be ordered from the Issuer without cost at the Issuer’s office, at Norrmalmstorg 1, 103 92 Stockholm, Sweden.

In accordance with article 23 of the Prospectus Regulation, an investor that, prior to the publication of this Prospectus Supplement, has agreed to purchase or subscribe for Covered Bond Loans that are subject to the Base Prospectus, has the right to withdraw its consent within two business days from the publication of this Prospectus Supplement. The last day of withdrawal will be 13 January 2023. An investor shall contact the relevant Issuing House regarding withdrawal of consent.

This Prospectus Supplement has been prepared due to update on the money laundering investigations in the Parent. The Base Prospectus has therefore been supplemented as follows.

**Update on the money laundering investigations in the Parent**

All paragraphs under the heading “*Estonian AML matter*” under the heading “*Legal and regulatory risks*” on pages 14-15 in the section RISK FACTORS shall be deleted in its entirety and replaced with the following:

***Estonian AML matter***

The Parent has been involved in dialogue with various authorities and was subject to criminal investigations by the Danish Special Crime Unit (“**SCU**”) and the U.S. Department of Justice (“**DoJ**”) and a civil investigation by the U.S. Securities and Exchange Commission (“**SEC**”) each regarding the terminated non-resident portfolio at the Parent’s Estonian branch. While the Parent has reached coordinated resolutions to settle the SCU, DoJ and SEC investigations, the Parent remains subject to a criminal investigation by authorities in France. The Parent continues to cooperate with all authorities.

The internal investigation work that was planned for completion in 2020 has been finalised, and the Parent has reported the findings to the relevant authorities investigating the Parent. The Parent continues to fully cooperate and will provide the authorities with further information if and when requested.

On 13 December 2022, the Parent announced that it had reached coordinated resolutions with the DoJ, the SEC and the SCU following the investigations into failings and misconduct related to the non-resident portfolio at the Parent's former Estonia branch. In relation to the resolutions with the U.S. authorities, the Parent has pleaded guilty to a criminal charge from the DoJ of conspiracy to commit bank fraud. Furthermore, the Parent agreed to settle a civil securities fraud action with the SEC. Under the SCU resolution, the Parent has agreed to accept a fine and confiscation for violations of the Danish AML Act and the Danish Financial Business Act.

The plea agreement reached with the DoJ has been approved by the U.S. District Court, and sentencing will take place on 5 January 2023 by the same U.S. District Court that approved the plea agreement. The SEC filed a complaint against the Parent in a civil securities fraud action with the U.S. District Court on 13 December 2022. The agreed final judgement has been entered by the court, in accordance with the written consent of the Parent, giving effect to the SEC resolution. The resolution with SEC is now final and is unchanged from the terms announced in the Parent's company announcements of 13 December 2022.

The aggregate amounts payable to the U.S. and Danish authorities total USD 2.06 billion (approximately DKK 15.3 billion – hedged following the provisions booked in connection with the Parent's financial results for the third quarter of 2022 and the third quarter of 2018) and is comprised of forfeiture, fine, disgorgement and confiscation. This is covered by the provisions booked in connection with the Parent's financial results for the third quarter of 2022 and the third quarter of 2018. Reflecting cross-crediting arrangements between the three authorities as well as currency conversions, the amounts payable to the authorities are as follows: DoJ: USD 1,209 million, SEC: USD 178.6 million and SCU: DKK 4,749 million.

The Parent accepted and agreed to the terms of the resolutions, and as a result of the resolutions, the investigations by U.S. and Danish authorities are now closed as to the Parent. However, the Parent remains in contact with U.S. authorities as a matter of post-resolution obligations set forth in the plea agreement with the DoJ. As part of the Parent's plea agreement with the DoJ, the Parent will be placed on corporate probation for three years, which is expected to begin on January 5, 2023. Should the Parent not comply with its agreement with the DoJ, it would be subject to prosecution, which could have a material adverse effect on the Parent.

The Parent is also subject to ongoing civil litigation in relation to the Estonia matter. This includes, inter alia, an action against the Parent (and other defendants) in the United States District Court for the Eastern District of New York and a number of court cases initiated against the Parent in Denmark. The Parent intends to defend itself against the various claims. The timing of completion of any such lawsuits (pending or threatening) and their outcome are uncertain and could be material.

The impact on the Issuer may entail that the refinancing costs may be higher and/or that its mortgage lending volumes become lower.