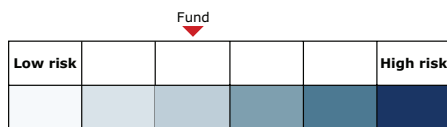


Morningstar Rating™ ★★★★★

Danish Mortgage Bond Class D

Riskmeter



The Riskmeter is a simplified presentation of the sub-fund's expected risk profile.

Basic information

NAV as of 31-07-2010 (DKK)	117.32
Morningstar Category	DKK Other - Bonds
ISIN	LU0158165976
Bloomberg Ticker	FNDANMD
Dividends	Yes
Web site	www.danskeinvest.com
Launch	13-12-2002
Total assets, mill. (DKK)	785.87
Base currency	DKK
Domicile	LUX
Initial charges up to	0.00 %
Fund company	Danske Invest
Management fee	0.80 %

About the fund

Danske Invest Danish Mortgage Bond Class D invests in bonds issued by Danish mortgage credit institutions, denominated in Danish kroner and listed on the Copenhagen Stock Exchange.

The portfolio's overall duration, including any cash holdings in Danish kroner, adjusted for estimated prepayments (option-adjusted) must fall in the range of 3-9 years.

Bonds issued by a particular issuer may not exceed 25% of the total portfolio, and the total percentage of bonds issued by issuers that each account for more than 5% of the portfolio may not exceed 80% of the total portfolio.

The management company will pay a yearly dividend of 6%. The dividend may be paid on a semi-annual basis.

Historical perf. as of 31-07-2010

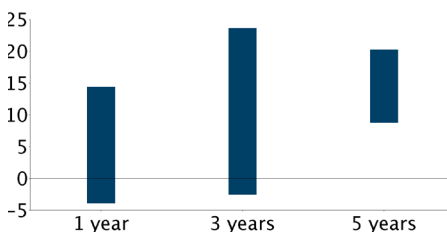


The chart shows the value of an investment of 100 DKK over the past 8 years or, if the fund is less than 8 years old, since its inception.

Key figures - 3 years

Sharpe ratio	0.83
Volatility	4.84
Average annual return (%)	7.22

Return volat.



The fund's return will fluctuate as markets go up and down. The chart shows how the historical returns have fluctuated in the past 10 years or, if the fund is less than 10 years old, since its inception. The end points of the columns show the best and worst returns within this period.

Top 10 holdings as of 31-07-2010

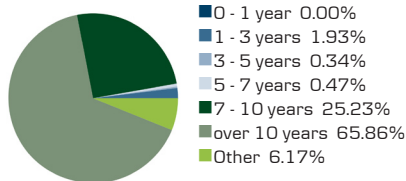
Issue	%
Kingdom Of Denmark	11.25 %
4,00% BRFkredit 111B 2035	6.40 %
4% Nordea ann 2035	6.20 %
4,00% Realkredit 23D s. 2035	6.20 %
Cash	6.19 %
5,00% Nordea Kredit	5.39 %
4,00% BRFkredit	5.37 %
NYKREDIT REALKREDIT A/S	5.01 %
4% Nykredit O3D. 2038	4.95 %
5,00% Realkredit Danmark A/S	4.27 %
other investments in 61 securities,	38.77 %

Trailing returns as of 31-07-2010

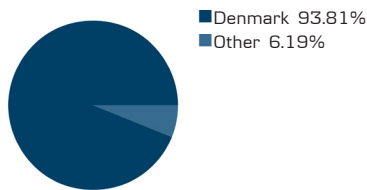
	Year to date	1 mth	3 mth	6 mth	12 mth	36 mth	60 mth	Start
Fund	5.61	0.06	2.58	4.71	8.81	23.29	20.30	38.50

Danish Mortgage Bond Class D

Time to maturity



Country allocation



Fund report

Semi-annual report 2010

Return and benchmark

The sub-fund provided a 5.55% return for the first half year 2010. The sub-fund does not have a benchmark, but relative to the general market development for medium-term bonds, the achieved return is satisfactory.

Market

Danish bond yields fell to a new historical low. Despite the fact that a number of economic indicators point towards recovery, it was the significant debt problems in a row of European countries that set the agenda in the fixed income market. The high debt burden in more countries caused investors to move into countries with low debt - among others Denmark. Therefore the 10-year government bond yield fell 0.98%.

At the same time, the Danish central bank cut its lending rate twice to the record low level of 1.05%.

Performance

Our expectation for slightly increasing yields at the beginning of the year did materialise. The massive focus on the debt problems in Europe had a positive bearing on Danish government bonds, and the sub-fund's holding of government bonds saw solid returns. The sub-fund's portfolio of floating-rate bonds pulled in the opposite direction. These bonds have a built-in insurance against increasing

interest rates, as the coupon rate increases in step with future increasing interest rates. The sub-fund's holding of floating-rate bonds did, however, provide a 1-2% return, which underperformed government bonds but outperformed the money market.

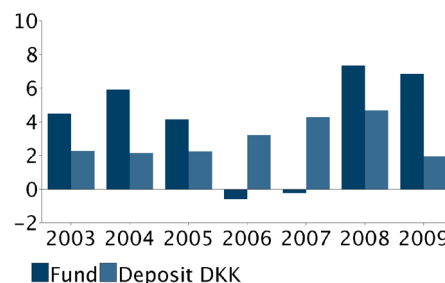
Market outlook

We expect moderate economic progress in the second half year, and this will also imply slightly increasing interest rates in Denmark. We take a positive stance on mortgage credit bonds, as they have confirmed their very high credit rating during the financial crisis.

Strategy

We expect that the portfolio's interest rate risk will be limited in the coming six months. We believe that the probability for increasing interest rates is significantly higher than for decreasing rates, and that is why we deem the interest rate risk to be limited.

Return



Portfolio manager

Name:
Ulrik Carstens
Title:
Senior Portfolio Manager
Management company:
Danske Capital
Background:
M.Sc.
Seniority:
10

Return measures

	2005	2006	2007	2008	2009
Fund	4.15	-0.59	-0.23	7.34	6.85