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In the event of discrepancies between the original Danish text and
the English translation, the Danish text shall prevail.*



Investeringsforeningen BIL Danmark

**H1 Interim Report
2018**

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Information on the Fund

Investeringsforeningen BIL Danmark was established on 7 October 1998. At mid-2018, the Fund comprised two subfunds, each with two unit classes:

Danske Small Cap aktier KL
Danske Small Cap aktier KL A
Danske Small Cap aktier KL W
Danske Small Cap aktier Akk. KL
Danske Small Cap aktier Akk. KL A
Danske Small Cap aktier Akk. KL W

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Executive Board

Nykredit Portefølje Administration A/S

Board of Directors

Jacob Saxild (Chairman)
Niels Pram Nielsen
Jette H. Ronøe

Depositary

Ringkjøbing Landbobank A/S

Auditors

Ernst & Young, Godkendt Revisionspartnerselskab

Portfolio adviser

BIL Danmark, branch of Banque Internationale à Luxembourg SA

Management Statement

The Board of Directors and the Executive Board of the Fund have today reviewed and approved the H1 Interim Report 2018 of Investeringsforeningen BIL Danmark.

The H1 Interim Report has been presented in accordance with the Danish Investment Associations etc. Act.

The Interim Financial Statements of the individual subfunds give a fair presentation of the individual subfunds' assets, liabilities, net assets attributable to unitholders and financial position and of the results for the period 1 January – 30 June 2018.

Copenhagen, 22 August 2018

Executive Board

Nykredit Portefølje Administration A/S

[Signed]
Martin Udbye Madsen

[Signed]
Tage Fabrin-Brasted

Board of Directors

[Signed]
Jacob Saxild
Chairman

[Signed]
Niels Pram Nielsen

[Signed]
Jette H. Ronøe

Fund developments in H1

Performance

The Fund's subfunds were affected by the negative sentiment to value equities in the global equity markets, including the Danish equity market in H1/2018. Despite the generally positive sentiment to Danish small and midcap equities, Fund's subfunds thus recorded negative performance.

The subfund Danske Small Cap aktier KL A yielded a negative return of 9.9%. The return was significantly lower than Management's expectations at the beginning of the year.

The subfund Danske Small Cap aktier Akk. KL A yielded a negative return of 9.7%. The return was significantly lower than Management's expectations at the beginning of the year.

Relative to their benchmarks, the subfunds' performance was approx 20pp lower in H1/2018. In the opinion of the Fund's Management, this performance is considered unsatisfactory, but the investment strategy applied – which has yielded solid excess returns for a decade, is expected to reward the patient investor again in the foreseeable future.

Financial results and development in net asset value etc

The Fund recorded a loss of DKK 51.6m in H1/2018 against a profit of DKK 71.6m in the same period the year before.

The net asset value of the Fund totalled DKK 481m at end-June 2018 against DKK 588m at the beginning of the year.

The Fund's costs of administration, marketing and investment advisory and depositary services etc totalled DKK 5.2m in H1/2018 compared with DKK 5.8m in the same period the year before. Costs as a percentage of the average net asset value were 0.98% in H1/2018 against 0.98% in the same period the year before.

Performance in H1/2018

Unit class	Return	Benchmark
Danske Small Cap aktier KL A	(9.9)%	10.5%
Danske Small Cap aktier KL W	(9.5)%	10.5%
Danske Small Cap aktier Akk. KL A	(9.7)%	10.5%
Danske Small Cap aktier Akk. KL W	(9.4)%	10.5%

Profit (loss) and net asset value in H1/2018

Unit class	Profit (loss), DKKm	Net asset value, DKKm	Net asset value per unit, DKK
Danske Small Cap aktier KL A	(39.1)	356.5	228.71
Danske Small Cap aktier KL W	(3.6)	38.0	229.53
Danske Small Cap aktier Akk. KL A	(7.7)	71.0	91.53
Danske Small Cap aktier Akk. KL W	(1.2)	15.9	91.88

Total expense ratios

Unit class	Total exp ratio H1/2018	Total exp ratio H1/2017	Total exp ratio H1/2016
Danske Small Cap aktier KL A ¹⁾	0.97	0.98	1.05
Danske Small Cap aktier KL W ¹⁾	0.67	-	-
Danske Small Cap aktier Akk. KL A ²⁾	1.19	-	-
Danske Small Cap aktier Akk. KL W ²⁾	0.77	-	-

Annual Expense Ratio

Unit class	Annual Expense Ratio H1/2018	Annual Expense Ratio H1/2017	Annual Expense Ratio H1/2016
Danske Small Cap aktier KL A ¹⁾	2.39	2.32	2.42
Danske Small Cap aktier KL W ¹⁾	1.64	-	-
Danske Small Cap aktier Akk. KL A ²⁾	2.56	-	-
Danske Small Cap aktier Akk. KL W ²⁾	1.81	-	-

Note: ¹⁾ The unit class has been active since 25 August 2017.

²⁾ The unit class has been active since 7 December 2017.

Economic climate

H1/2018 was characterised by continued economic growth, but also by concerns about a global trade war and the consequences of the Italian general election held in March.

Generally, the global economy developed positively in H1/2018. Employment trended upwards, and the unemployment rate dropped in the OECD area from 5.9% to 5.3% with the US, Europe and Japan having contributed positively.

However, the economic momentum slowed down in H1/2018 due to the cyclical shift from expansion in 2017 to a slowdown in Q1 followed by a downturn in April. The momentum slow-down was the result of a series of asynchronous events where Japan saw the beginning of a decline, while Europe put the breaks on, and the US continued its economic upturn. The asynchronous development occurred on the back of end-2017 US tax cuts, which prolonged the expansion phase in the US economy in H1/2018.

Denmark saw a continued rise in employment and economic growth as well as a significant current account surplus.

H1/2018 was marked by increasing concerns about global trade war. US President Donald Trump sparked events by announcing the imposition of tariffs on steel and aluminium from Canada, the EU and China. Tariffs were imposed despite bilateral negotiations between the US on the one side and China and the EU on the other side. China and the EU responded by taking countermeasures in the form of tariffs on a range of selected US goods. Subsequently, President Trump has threatened to impose additional US tariffs, which, according to China and the US, will be met with retaliatory measures.

On the face of it, the tariffs measures taken are deemed to have only a limited impact on overall global growth and inflation. However, an escalation of the situation with higher tariff rates on several product categories may curb economic growth and result in rising prices globally.

In H1, the financial markets were affected by an array of political factors. Tension between the US and North Korea softened for some time thanks to a declaration of intent concluded between President Trump and Kim Jung-un, yet still with the far distant prospect of an actual arms reduction agreement.

By contrast, President Donald Trump's decision to withdraw the US from the nuclear agreement previously concluded with Iran and reinstate the sanction regime deepened concerns in the oil market in H1. Despite OPEC's decision to increase oil production, this caused significant rises in oil prices in the first six months of the year.

Political turmoil in the wake of the Italian general election in March ended in the formation of a coalition government between Lega and the Five Star Movement. Both parties are EU-sceptic, a fact feared by the market, which is also concerned about the risk of a more expansive fiscal policy that will clash with EU's budget requirements and Italy's growing public debt.

Following the strengthening of US economy and employment, the Federal Reserve continued the normalisation of the monetary policy by hiking the key policy rate twice, in March and June, respectively, by 0.25 percentage points. Furthermore, the Federal Reserve indicated that it expects to hike the rate twice more in H2/2018.

In H1/2018, the European Central Bank maintained its lenient monetary policy with a low key policy rate but reduced monthly bond purchases in the market. The ECB purchased bonds worth EUR 30bn per month against previously EUR 60bn. In June, the ECB announced that it will continue its monthly purchases of bonds worth EUR 30bn until September, subsequently reducing purchases to EUR 15bn per month throughout 2018. This means that the purchase programme will cease by end-2018, while prepaid bonds will be reinvested in new bonds. On the same occasion, the ECB announced that it expects to maintain the key policy rate unchanged until mid-2019.

In H1, global market rates saw irregular trends. Short- as well as long-dated US government bond yields rose, while the yields of German government bonds were declining.

The global equity markets saw huge price fluctuations in H1/2018, which showed positive performance at the beginning of the year and in April, followed by negative performance throughout the remainder of the period. In H1/2018, the MSCI All Country World Index rose by 2.5% in terms of DKK, owing primarily to the 3% USD strengthening against the DKK.

The Danish equity market, measured by the OMXCapGI Index, rose by 2.7% in H1/2018. Measured by the KMF Index, the market for small and medium-sized Danish companies rose by 10.5% in the same period.

Subfund review

The following subfund review should be read in conjunction with the rest of this H1 Interim Report in order to gain a comprehensive view of the subfund's development.

The subfund review comprises both unit classes of the subfund. Unit class A is listed on the stock exchange and offers commission to the subfund's distributors in return for marketing and customer advisory services. The subfund's unit class W is not admitted to trading on a regulated market and is unable to pay its distributors.

Other than that, there is no difference between the two unit classes, which therefore share a joint investment portfolio.

Investment area and profile

The subfund pursues an active investment strategy with focus on the selection of 30-40 equities. The objective of the subfund is to yield a return which – as a minimum – is in line with the market trends for small and medium-sized Danish companies, measured by the subfund's benchmark, the KFMX Index.

The subfund mainly invests in small and medium-sized Danish companies, but may have up to 30% of its net asset value invested in companies that are included in the OMXC25 Index.

The subfund's risk profile is considered to be high. The subfund is suitable for long-term savings, including pension savings, where high risk is acceptable.

Performance of unit class A

Unit class A yielded a negative return of 9.85% in H1/2018. The subfund's benchmark yielded a return of 10.47% in the same period. The return is significantly lower than Management's expectations at the beginning of the year and significantly lower than the benchmark. The return for H1 is considered unsatisfactory.

Performance of unit class W

Unit class W yielded a negative return of 9.48% in H1/2018. The subfund's benchmark yielded a return of 10.47% in the same period. The return is significantly lower than Management's expectations at the beginning of the year and significantly lower than the benchmark. The return for H1 is considered unsatisfactory.

Subfund development

The subfund's investment strategy of acquiring selected, undervalued companies remained unchanged in H1.

The subfund's investment strategy has been challenged by the fact that investors in the global equity markets, including the Danish equity market, focused on and were in the market for growth companies regardless of valuation. This way, Ambu almost doubled the equity price in H1 in spite of the fact that the equity is now trading at 160 times expected earnings for the year.

The market thus ignored undervalued companies or the so-called value equities. Industrial equities in particular were adversely affected by concerns about the consequence of a potential global trade war.

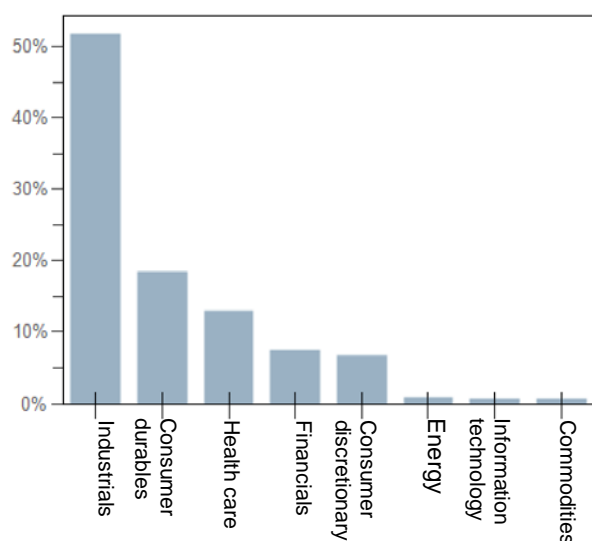
Consequently, many of the subfund's investments developed negatively in H1. The subfund's return was thus driven down by investments in NKT, Santa Fe, SAS, Alm. Brand, Scandinavian Tobacco Group and Nilfisk, which all saw double-digit percentage decreases throughout H1. Furthermore, the subfund recorded losses on the investment in Matas, which declined by 26% in value in H1.

Conversely, the subfund recorded a profit on the investment in IC Group, which in H1 spun off Peak Performance at a favourable price. Also, the subfund profited from investments in Alk-Abello and Netcompany, which both rose by more than 40%.

In H1, the subfund's portfolio has been restructured. Following the presentation of the financial statements, it was decided to sell the position in Pandora, as the subfund portfolio manager no longer had faith in the company's growth potential. Since then, the value of the company's equities has dropped substantially. In H1, the subfund chose to invest in the new listed company Netcompany, just as the subfund supplemented the position in A.P. Møller-Mærsk after the price declines throughout H1.

The subfund recorded a net loss of DKK 42.7m in H1/2018. At end-June 2018, the net asset value of the subfund came to DKK 394.5m.

Sector breakdown



For a specification of the securities portfolio, see bildanmark.dk. A portfolio statement can also be obtained from the Fund.

Financial ratios and key figures

Danske Small Cap aktier KL

	H1/2018	2017	H1/2017	H1/2016	H1/2015	H1/2014
Net profit (loss) for the period (DKK '000)	(42,695)	49,904	71,560	(39,605)	84,767	48,750
Net assets attributable to unitholders, end of period (DKK '000)	394,505	511,647	604,923	491,526	353,656	356,111
Active Share	81.20	84.60	-	-	-	-

Financial ratios and key figures

Danske Small Cap aktier KL A

	H1/2018	2017*	H1/2017	H1/2016	H1/2015	H1/2014
Return for the period, %	(9.85)	9.70	13.43	(7.64)	28.89	18.14
Net asset value per unit (DKK)	228.71	301.89	312.15	297.50	283.49	262.62
Total expense ratio	0.97	1.93	0.98	1.05	1.02	1.01
Sharpe ratio	1.17	1.35	1.75	1.20	1.28	1.33
Net profit (loss) for the period (DKK '000)	(39,115)	52,786	71,560	(39,605)	84,767	48,750
Net assets attributable to unitholders, end of period (DKK '000)	356,479	476,742	604,923	491,526	353,656	356,111
Units, end of period ('000)	1,559	1,579	1,938	1,652	1,247	1,356
Tracking Error	11.32	7.54	6.96	8.33	6.30	6.15

*) The unit class has been active since 25 August 2017. The unit class will be continued from the subfund Danske Small Cap aktier.

Financial ratios and key figures

Danske Small Cap aktier KL W

	H1/2018	2017**
Return for the period, %	(9.48)	(4.68)
Net asset value per unit (DKK)	229.53	302.73
Total expense ratio	0.67	0.46
Sharpe ratio	-	-
Net profit (loss) for the period (DKK '000)	(3,580)	(2,882)
Net assets attributable to unitholders, end of period (DKK '000)	38,026	34,903
Units, end of period ('000)	165	115
Tracking Error	-	-

***) The unit class has been active since 25 August 2017.

Income statement (DKK '000)	H1/2018	H1/2017
Interest and dividends	5,495	10,817
Capital gains and losses	(43,820)	67,655
Administration costs	(4,215)	(5,598)
Profit (loss) before tax	(42,540)	72,874
Tax	(155)	(1,314)
Net profit (loss) for H1	(42,695)	71,560

Balance sheet (DKK '000)	30 June 2018	31 December 2017
Assets		
Cash and cash equivalents	8,279	35,664
Equity investments	387,338	477,745
Other assets	897	1,127
Total assets	396,514	514,536
Liabilities and net assets attributable to unitholders		
Net assets attributable to unitholders	394,505	511,647
Other payables	2,009	2,889
Total liabilities and net assets attributable to unitholders	396,514	514,536

	2018	2017
Financial instruments, %		
Listed financial instruments	97.2	92.3
Other financial instruments	2.1	6.9
	99.3	99.2
Other assets/Other payables	0.7	0.8
Financial instruments, %	100.0	100.0

Danske Small Cap aktier KL A

Income statement (DKK '000)	H1/2018	31 December 2017*
Share of profit (loss) from joint portfolio	(37,887)	53,890
Class-specific administration costs **	1,228	1,104
Net profit (loss) of the unit class	(39,115)	52,786
Net assets attributable to unitholders		
Net assets attributable to unitholders, beginning of period	476,742	562,282
Distributions from last year re outstanding units at 31.12	(77,754)	(100,170)
Adjustment of distributed dividend due to issues/redemptions	370	8,570
Issues during the year	30,602	137,594
Redemptions during the year	(34,507)	(184,285)
Issuance premiums and redemption discounts	141	(35)
Proposed distributions for outstanding units	-	77,853
Transferred for distribution next year	-	64
Transferred from income statement	(39,115)	-
Transferred from income statement	-	(25,131)
Net assets attributable to unitholders	356,479	476,742
Outstanding units ('000)		
Outstanding units, beginning of year	1,579	1,701
Issues during the year	120	460
Redemptions during the year	(140)	(582)
Outstanding units ('000)	1,559	1,579

*) The unit class has been active since 25 August 2017.

Income statement (DKK '000)

	H1/2018	31 December 2017*
Share of profit (loss) from joint portfolio	(3,580)	(2,882)
Class-specific administration costs	-	-
Net profit (loss) of the unit class	(3,580)	(2,882)

Net assets attributable to unitholders

Net assets attributable to unitholders, beginning of period	34,903	-
Distributions from last year re outstanding units at 31.12	(5,799)	-
Adjustment of distributed dividend due to issues/redemptions	(101)	-
Issues during the year	13,191	66,381
Redemptions during the year	(603)	(28,589)
Issuance premiums and redemption discounts	15	(7)
Proposed distributions for outstanding units	-	5,799
Transferred for distribution next year	-	10
Transferred from income statement	(3,580)	-
Transferred from income statement	-	(8,691)
Net assets attributable to unitholders	38,026	34,903

Outstanding units ('000)

Outstanding units, beginning of year	115	-
Issues during the year	53	211
Redemptions during the year	(3)	(96)
Outstanding units ('000)	165	115

*) The unit class has been active since 25 August 2017.

Subfund review

The following subfund review should be read in conjunction with the rest of this H1 Interim Report in order to gain a comprehensive view of the subfund's development.

The subfund review comprises both unit classes of the subfund. Unit class A offers commission to the subfund's distributors in return for marketing and customer advisory services. Unit class W is unable to pay its distributors.

In the event of differences between the two unit classes, the differences will be specified in the description. Both unit classes were launched on 7 December 2017.

Investment area and profile

The subfund pursues an active investment strategy with focus on the selection of 30-40 equities. The objective of the subfund is to yield a return which – as a minimum – is in line with the market trends for small and medium-sized Danish companies, measured by the subfund's benchmark, the KFMX Index.

The subfund mainly invests in small and medium-sized Danish companies, but may have up to 30% of its net asset value invested in companies that are included in the OMXC25 Index.

The subfund's risk profile is considered to be high. The subfund is suitable for long-term savings, including pension savings, where high risk is acceptable. The subfund unit classes can be used for funds subject to the Danish Business Tax Scheme.

Performance of unit class A

Unit class A yielded a negative return of 9.73% in H1/2018. The subfund's benchmark yielded a return of 10.47% in the same period. The return is significantly lower than Management's expectations at the beginning of the year and significantly lower than the benchmark. The return for H1 is considered unsatisfactory.

Performance of unit class W

Unit class W yielded a negative return of 9.42% in H1/2018. The subfund's benchmark yielded a return of 10.47% in the same period. The return is significantly lower than Management's expectations at the beginning of the year and significantly lower than the benchmark. The return for H1 is considered unsatisfactory.

Subfund development

The subfund's investment strategy has been challenged by the fact that investors in the global equity markets, including the Danish equity market, focused on and were in the market for growth companies regardless of valuation. This way, Ambu almost doubled the equity price in H1 in spite of the fact that the equity is now trading at 160 times expected earnings for the year.

The market thus ignored undervalued companies or the so-called value equities. Industrial equities in particular were adversely affected by concerns about the consequence of a potential global trade war.

Consequently, many of the subfund's investments developed negatively in H1. The subfund's return was thus driven down by investments in NKT, Santa Fe, SAS, Alm. Brand, Scandinavian Tobacco Group and Nilfisk, which all saw double-digit percentage decreases throughout H1. Furthermore, the subfund recorded losses on the investment in Matas, which declined by 26% in value in H1.

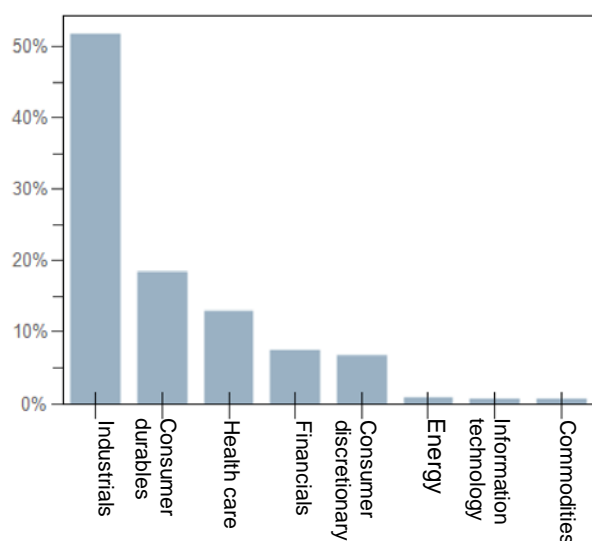
Conversely, the subfund recorded a profit on the investment in IC Group, which in H1 spun off Peak Performance at a favourable price. Also, the subfund profited from investments in Alk-Abello and Netcompany, which both rose by more than 40%.

In H1, the subfund's portfolio has been restructured. Following the presentation of the financial statements, it was decided to sell the position in Pandora, as the subfund portfolio manager no longer had faith in the company's growth potential. Since then, the value of the company's equities has dropped substantially. In H1, the subfund chose to invest in the new listed company Netcompany, just as the subfund supplemented the position in A.P. Møller-Mærsk after the price declines throughout H1.

The subfund recorded a net loss of DKK 8.9m in H1/2018. At end-June 2018, the net asset value of the subfund came to DKK 86.9m.

Danske Small Cap aktier Akk. KL

Sector breakdown



For a specification of the securities portfolio, see bildanmark.dk. A portfolio statement can also be obtained from the Fund.

Financial ratios and key figures

Danske Small Cap aktier Akk. KL

Net profit (loss) for the period (DKK '000)	(8,884)	1,013
Net assets attributable to unitholders, end of period (DKK '000)	86,919	76,111
Active Share	81.20	84.60

H1/2018

2017*

*) The subfund has been active since 7 December 2017.

Financial ratios and key figures

Danske Small Cap aktier Akk. KL A

Return for the period, %	(9.73)	1.39
Net asset value per unit (DKK)	91.53	101.39
Total expense ratio	1.19	0.22
Sharpe ratio	-	-
Net profit (loss) for the period (DKK '000)	(7,669)	896
Net assets attributable to unitholders, end of period (DKK '000)	70,969	67,566
Units, end of period ('000)	775	665
Tracking Error	-	-

H1/2018

2017*

*) The unit class has been active since 7 December 2017.

Financial ratios and key figures

Danske Small Cap aktier Akk. KL W

Return for the period, %	(9.42)	1.44
Net asset value per unit (DKK)	91.88	101.44
Total expense ratio	0.77	0.17
Sharpe ratio	-	-
Net profit (loss) for the period (DKK '000)	(1,215)	117
Net assets attributable to unitholders, end of period (DKK '000)	15,947	8,545
Units, end of period ('000)	173	84
Tracking Error	-	-

H1/2018

2017*

*) The unit class has been active since 7 December 2017.

Income statement (DKK '000)

	H1/2018	31 December 2017*
Interest and dividends	1,048	1
Capital gains and losses	(8,818)	1,168
Administration costs	(953)	(156)
Profit (loss) before tax	(8,723)	1,013
Tax	(161)	-
Net profit (loss) for H1	(8,884)	1,013

Balance sheet (DKK '000)

	30 June 2018	31 December 2017
Assets		
Cash and cash equivalents	5,340	6,654
Equity investments	82,254	69,254
Other assets	163	341
Total assets	87,757	76,249

Liabilities and net assets attributable to unitholders

Net assets attributable to unitholders	86,919	76,111
Other payables	838	138
Total liabilities and net assets attributable to unitholders	87,757	76,249

Financial instruments, %

	2018	2017
Financial instruments, %		
Listed financial instruments	92.9	90.7
Other financial instruments	6.0	8.7
	98.9	99.4
Other assets/Other payables	1.1	0.6
Financial instruments, %	100.0	100.0

Comparative figures for the income statement stem from the last financial statements, as the subfund has never presented an interim report before.

Income statement (DKK '000)	H1/2018	31 December 2017*
Share of profit (loss) from joint portfolio	(7,386)	922
	283	26
Net profit (loss) of the unit class	(7,669)	896
Net assets attributable to unitholders		
Net assets attributable to unitholders, beginning of period	67,566	-
Issues during the year	12,193	66,643
Redemptions during the year	(1,143)	-
Issuance premiums and redemption discounts	22	27
Transferred from income statement	(7,669)	-
Transferred from income statement	-	896
Net assets attributable to unitholders	70,969	67,566
Outstanding units ('000)		
Outstanding units, beginning of year	666	-
Issues during the year	121	666
Redemptions during the year	(12)	-
Outstanding units ('000)	775	666

*) The unit class has been active since 7 December 2017.

Income statement (DKK '000)

	H1/2018	31 December 2017*
Share of profit (loss) from joint portfolio	(1,215)	117
Class-specific administration costs	-	-
Net profit (loss) of the unit class	(1,215)	117

Net assets attributable to unitholders

Net assets attributable to unitholders, beginning of period	8,545	-
Issues during the year	9,979	8,424
Redemptions during the year	(1,356)	-
Issuance premiums and redemption discounts	(6)	4
Transferred from income statement	(1,215)	-
Transferred from income statement	-	117
Net assets attributable to unitholders	15,947	8,545

Outstanding units ('000)

Outstanding units, beginning of year	84	-
Issues during the year	103	84
Redemptions during the year	(14)	-
Outstanding units ('000)	173	84

*) The unit class has been active since 7 December 2017.

Accounting policies

General

The H1 Interim Report has been prepared in accordance with the accounting provisions of the Danish Investment Associations etc. Act and the Danish Financial Supervisory Authority's Executive Order on the presentation of financial reports by investment associations, etc.

The accounting policies are unchanged compared with the Annual Report 2017. The Annual Report 2017 contains a full description of the accounting policies, to which reference is made.

The H1 Interim Report has not been audited or reviewed.

Presentation of accounting figures

All accounting figures have been rounded to the nearest thousands in the subfund's functional currency. Totals in the Financial Statements have been calculated on the basis of the actual figures with totals, which is the mathematically most correct method. In some instances, recalculation of the totals will result in rounding-off differences because the underlying decimals do not appear in the Financial Statements.

Financial ratios and key figures

Accounting figures and financial ratios are calculated in accordance with the Danish Executive Order on the presentation of financial reports by Danish UCITS and the guidelines issued by the Danish Investment Fund Association.

The calculation principles are unchanged compared with the Annual Report 2017.

Return, %

This ratio shows the total return in the subfund in question for the period. The return is the difference in net asset value per unit from the beginning to the end of the period adjusted for any distribution to the investors during the year.

Net asset value per unit

The net asset value per unit is calculated as the net asset value divided by the number of outstanding units at the end of the period.

Total expense ratio

The total expense ratio is calculated as the subfund's administration costs for the period divided by the average net asset value; the average net asset value is calculated as the average daily net asset value for the period.

Sharpe ratio

The Sharpe ratio expresses a subfund's return relative to the risk assumed. The ratio is calculated as the historical return less risk-free interest divided by the standard deviation of the monthly return for the period. The Sharpe ratio is solely computed if the subfund's life is at least 36 months and for a maximum of 60 months.

Tracking Error

Tracking Error is a metric indicating the difference in returns between the subfund and its benchmark. This financial ratio is calculated for a period of the past three years, but only if the subfund's life is at least 36 months.

Active Share

Active Share is the percentage of the portfolio that is different from the benchmark index at a particular date, in this case the balance sheet date.

Notes to the Financial Statements of the Fund

Financial ratios and key figures	H1/2018	2017	H1/2017	H1/2016	H1/2015	H1/2014
Return for the period, %						
Danske Small Cap aktier KL	-	-	-	-	-	-
Danske Small Cap aktier KL A ¹⁾	(9.85)	9.70	13.43	(7.64)	28.89	18.14
Danske Small Cap aktier KL W ¹⁾	(9.48)	(4.68)	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	(9.73)	1.39	0.40	0.62	(0.62)	1.71
Danske Small Cap aktier Akk. KL W ²⁾	(9.42)	1.44	-	-	-	-
Net asset value per unit						
Danske Small Cap aktier KL	-	-	-	-	-	-
Danske Small Cap aktier KL A ¹⁾	228.71	301.89	312.15	297.50	283.49	262.62
Danske Small Cap aktier KL W ¹⁾	229.53	302.73	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	91.53	101.39	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	91.88	101.44	-	-	-	-
Total expense ratio						
Danske Small Cap aktier KL	-	-	-	-	-	-
Danske Small Cap aktier KL A ¹⁾	0.97	1.93	0.98	1.05	1.02	1.01
Danske Small Cap aktier KL W ¹⁾	0.67	0.46	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	1.19	0.22	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	0.77	0.17	-	-	-	-
Sharpe ratio						
Danske Small Cap aktier KL	-	-	-	-	-	-
Danske Small Cap aktier KL A ¹⁾	1.17	1.35	1.75	1.20	1.28	1.33
Danske Small Cap aktier KL W ¹⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	-	-	-	-	-	-
Net profit (loss) for the period (DKK '000)						
Danske Small Cap aktier KL	(42,695)	49,904	71,560	(39,605)	84,767	48,750
Danske Small Cap aktier KL A ¹⁾	(39,115)	52,786	71,560	(39,605)	84,767	48,750
Danske Small Cap aktier KL W ¹⁾	(3,580)	(2,882)	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	(8,884)	1,013	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	(7,669)	896	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	(1,215)	117	-	-	-	-
Net assets attributable to unitholders, end of period (DKK '000)						
Danske Small Cap aktier KL	394,505	511,647	604,923	491,526	353,656	356,111
Danske Small Cap aktier KL A ¹⁾	356,479	476,742	604,923	491,526	353,656	356,111
Danske Small Cap aktier KL W ¹⁾	38,026	34,903	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	86,919	76,111	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	70,969	67,566	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	15,947	8,545	-	-	-	-
Units, end of period ('000)						
Danske Small Cap aktier KL	-	-	-	-	-	-
Danske Small Cap aktier KL A ¹⁾	1,559	1,579	1,938	1,652	1,247	1,356
Danske Small Cap aktier KL W ¹⁾	165	115	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	775	665	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	173	84	-	-	-	-

Notes to the Financial Statements of the Fund

	H1/2018	2017	H1/2017	H1/2016	H1/2015	H1/2014
Tracking Error						
Danske Small Cap aktier KL	-	-	-	-	-	-
Danske Small Cap aktier KL A ¹⁾	11.32	7.54	6.96	8.33	6.30	6.15
Danske Small Cap aktier KL W ¹⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	-	-	-	-	-	-
Active Share						
Danske Small Cap aktier KL	81.20	84.60	-	-	-	-
Danske Small Cap aktier KL A ¹⁾	-	-	-	-	-	-
Danske Small Cap aktier KL W ¹⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL ²⁾	81.20	84.60	-	-	-	-
Danske Small Cap aktier Akk. KL A ²⁾	-	-	-	-	-	-
Danske Small Cap aktier Akk. KL W ²⁾	-	-	-	-	-	-

1) The unit class has been active since 25 August 2017.

2) The subfund/unit class has been active since 7 December 2017.

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Investeringsforeningen BIL Danmark
Danske Small Cap aktier KL

Portfolio statement at 30.06.2018

Equity	Price 30.06.2018	Market value (DKK '000) 30.06.2018	Price 31.12.2017	Market value (DKK '000) 31.12.2017
Equity investments				
DKK 100.00 at 30.06.2018 (100.00 at 31.12.2017)				
ALK-ABELLO A/S	1,066.00	9,658	740.00	4,706
ALM. BRAND A/S	62.70	14,255	81.00	22,984
AP MOLLER-MAERSK A/S-B	7,948.00	17,811		
BANG & OLUFSEN A/S	138.60	32,800	149.50	50,980
BANKNORDIK P/F	110.00	12,125	106.00	11,684
CARLSBERG AS-B	751.60	1,986	745.00	1,969
D/S NORDEN	113.20	35,514	116.50	36,550
FLSMIDTH & CO A/S	381.90	6,730	361.30	6,367
G4S PLC	22.54	19,480	22.02	19,031
GENMAB A/S	984.80	6,942	1,029.00	7,253
GN STORE NORD A/S	290.80	1,315	200.50	907
H LUNDBECK A/S			315.00	1,260
H+H INTERNATIONAL A/S-B	101.00	2,833	145.00	11,667
HARBOES BRYGGERI AS-B	85.60	6,786	92.50	7,500
HOJGAARD HLDG-B SHARES	122.00	5,432	172.00	7,886
IC GROUP A/S	160.20	18,455	145.50	22,034
ISS A/S	219.30	14,255		
JYSKE BANK-REG	350.00	1,542	353.20	1,556
MATAS A/S	51.80	7,378	78.50	11,182
MONBERG & THORSEN A/S-B SHS	128.00	3,232	169.00	5,518
NETCOMPANY GROUP AS	233.70	2,945		
NILFISK HOLDING A/S	311.50	20,792	363.00	33,836
NKT A/S	174.50	11,669	283.30	25,072
NNIT A/S	158.80	13,623	171.50	16,915
NORTH MEDIA AS	38.00	8,944	35.20	8,587
PANDORA A/S			675.50	26,848
PARKEN SPORT & ENTERTAINMENT	79.60	2,104	69.00	1,824
RIAS A/S- B SHARES	452.00	882	447.00	872
SANTA FE GROUP A/S	28.70	7,195	44.50	12,422
SAS AB	12.20	27,755	16.20	42,148
SCANDINAVIAN TOBACCO GROUP A	96.35	16,765	120.00	24,078
SOLAR A/S-B SHS	398.00	21,492	408.00	23,743
SYDBANK A/S	219.40	458	249.90	521
TK DEVELOPMENT	6.90	8,446	7.10	9,041
TORM PLC	50.30	3,428	53.50	2,937
VESTAS WIND SYSTEMS A/S	395.00	4,653		
ZEALAND PHARMA A/S	84.00	17,659	85.00	17,869
Total equity investments		387,338		477,745

Investeringsforeningen BIL Danmark
Danske Small Cap aktier KL

Portfolio statement at 30.06.2018

Equity	Price 30.06.2018	Market value (DKK '000) 30.06.2018	Price 31.12.2017	Market value (DKK '000) 31.12.2017
Equity investments				
DKK 100.00 at 30.06.2018 (100.00 at 31.12.2017)				
ALK-ABELLO A/S	1,066.00	1,919	740.00	585
ALM. BRAND A/S	62.70	3,072	81.00	3,285
AP MOLLER-MAERSK A/S-B	7,948.00	3,823		
BANG & OLUFSEN A/S	138.60	6,627	149.50	7,475
BANKNORDIK P/F	110.00	2,593	106.00	1,778
CARLSBERG AS-B	751.60	268	745.00	266
D/S NORDEN	113.20	7,596	116.50	5,546
FLSMIDTH & CO A/S	381.90	1,451	361.30	859
G4S PLC	22.54	4,170	22.02	2,718
GENMAB A/S	984.80	1,485	1,029.00	979
GN STORE NORD A/S	290.80	177	200.50	122
H+H INTERNATIONAL A/S-B	101.00	482	145.00	1,785
HARBOES BRYGGERI AS-B	85.60	1,455	92.50	1,012
HOJGAARD HLDG-B SHARES	122.00	987	172.00	1,064
IC GROUP A/S	160.20	3,710	145.50	3,138
ISS A/S	219.30	4,386		
JYSKE BANK-REG	350.00	208	353.20	210
MATAS A/S	51.80	1,578	78.50	1,647
MONBERG & THORSEN A/S-B SHS	128.00	743	169.00	745
NETCOMPANY GROUP AS	233.70	561		
NILFISK HOLDING A/S	311.50	4,450	363.00	5,126
NKT A/S	174.50	2,380	283.30	3,785
NNIT A/S	158.80	2,922	171.50	2,419
NORTH MEDIA AS	38.00	1,747	35.20	1,159
PANDORA A/S			675.50	3,853
PARKEN SPORT & ENTERTAINMENT	79.60	414	69.00	246
RIAS A/S- B SHARES	452.00	119	447.00	118
SANTA FE GROUP A/S	28.70	1,563	44.50	1,878
SAS AB	12.20	5,935	16.20	6,399
SCANDINAVIAN TOBACCO GROUP A	96.35	3,594	120.00	3,522
SOLAR A/S-B SHS	398.00	4,582	408.00	3,389
SYDBANK A/S	219.40	62	249.90	70
TK DEVELOPMENT	6.90	1,808	7.10	1,220
TORM PLC	50.30	606	53.50	342
VESTAS WIND SYSTEMS A/S	395.00	995		
ZEALAND PHARMA A/S	84.00	3,784	85.00	2,513
Total equity investments		82,254		69,254