

DANMARKS NATIONALBANK

30 JUNE 2020

FINANCIAL ACCOUNTS, 1ST QUARTER 2020

Danes' financial wealth decreased with kr. 454 billion in the 1st quarter

After a decline of kr. 454 billion in the 1st quarter, Danish households' net financial wealth – the difference between financial assets and debt – reached kr. 3,847 billion. This corresponds to a decrease of kr. 166 thousands for the average household since the last quarter, and thus the household's net financial wealth totals kr. 1.41 billion on average.

Net financial wealth recovered in the 2nd quarter

Global stock markets' recovery in the 2nd quarter has also resulted in a comeback for Danes' financial wealth. For example, the latest statistics on securities and portfolio investments show that in April and May, the households have earned kr. 65 billion on listed shares, which are shares that the households

have invested in themselves in Denmark and abroad, respectively, since the 1st quarter.

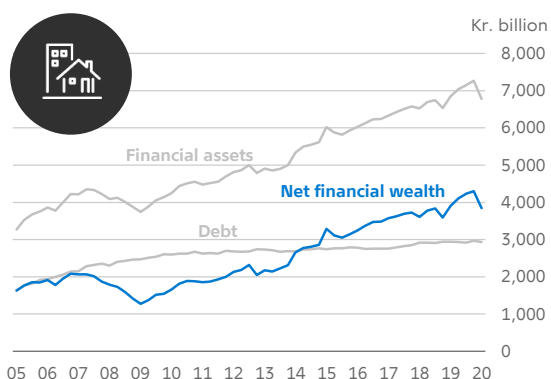
In addition to the households' own share and bond purchases, a large part of the financial assets is related to shares and bonds owned indirectly through pension savings or investment shares. Their value decreased by kr. 326 billion in the 1st quarter. Here too, the first two months of the 2nd quarter have proven to be a comeback. The latest statistics for the Danes' pension wealth and wealth in investment funds show that a large part of the loss has already recovered in the 1st quarter.

The value of shares and bonds are priced based on their actual market value. Therefore, fluctuations in the financial market to a great extent determine the value of households' total financial assets and net financial wealth.

In total, 81 per cent of the Danes' financial assets were related to securities at the end of the 1st quarter 2020. In addition, the Danes' financial wealth is primarily made up of bank deposits, whereas liabilities primarily are mortgage debt secured on real property, bank loans and public debt.

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Decline in Danes' net financial wealth



Note: The net financial wealth is the difference between the financial assets and debt. Danes relate to Danish households. Pension assets are given before tax.