

**FINAL TERMS AND CONDITIONS**

FIXED RATE BOND ISSUE IN SEK DUE MAY 2021

ISIN: XS1422923869

23 MAY 2016

Issuer:	Arla Foods Finance A/S.
Guarantor:	Arla Foods a.m.b.a.
Status:	Direct, unconditional, unsecured and unsubordinated.
Expected Issue Ratings:	None.
Form:	Bearer notes evidenced by a temporary global note exchangeable for a permanent global note. Classic Global Note.
Currency:	Swedish Kronor ("SEK").
Nominal Amount:	SEK 500,000,000.
Reference Mid-swap rate:	0.263%.
Reoffer spread:	MS + 170bps.
Re-offer yield:	1.963%.
Coupon:	1.875%.
Re-offer Price	99.585%.
Trade Date:	23 May 2016.
Payment Date:	31 May 2016.
Maturity Date:	31 May 2021.
Interest Basis:	Interest will be calculated on the basis of 30/360 (ISMA), unadjusted.
Coupon Payment Dates:	Annually on 31 May, commencing on 31 May 2017 until Maturity Date in accordance with the Following Business Day Convention.
Business Days:	Stockholm.
Call Option:	None.
Change of Control Put:	Yes.
Redemption:	100.00% of the Nominal Amount.
US Selling Restriction:	TEFRA D.
Clearing:	Euroclear and Clearstream.
Denominations:	SEK 1,000,000 + 100,000.

Clients are advised to make an independent review and reach their own conclusions regarding the economic benefits and risks of the securities and indicative terms of which are proposed herein and the legal, regulatory, tax, credit and accounting aspects of the proposed securities relating to their particular circumstances. Although the indicative terms set out above reflect the terms as of the specified date on which Danske Bank believes securities or other obligations might be issued, no assurance can be given that such an issue could in fact be arranged, and no specific issuer is obligated to issue such securities or obligations. This termsheet does not constitute and should not be construed as an offer or solicitation of an offer to buy or sell investments, and the contents should not replace the making of own judgements about whether to make any such transaction. This indication is for personal use and is intended for customers with Danske Bank only and should not be published anywhere. Danske Bank AS is regulated by the Financial Services Authority Limited for the conduct of designated investment business in the United Kingdom and is a member of the London Stock Exchange.

Listing:	Application will be made for the Notes to be listed on the Global Exchange Market of the Irish Stock Exchange.
Documentation:	Documented under the Issuer's Euro Medium Term Note Programme.
Governing Law:	English.
Joint Lead Managers:	Danske Bank A/S and Nordea Bank AB.

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