Standard A, 9<sup>th</sup>. edition

Tenancy No.:

# **TENANCY AGREEMENT**

Tenancy agreement for flats, including rental units for mixed purposes and separate rooms in private tenanted properties.

A number of provisions in the Danish Rent Act are fixed while others may be dispensed with by agreement. If any of the parties wish to derogate from the general rules of the Danish Rent Act and/or the tenancy agreement, this must be stated in section 11 of this agreement.

Unless explicitly permitted in the pre-printed text, no agreed derogations must be stated directly in this agreement (by deleting parts of the text, etc.).

Some of the terms in the pre-printed text are highlighted using **bold italics**. These terms are derogations from the general rules of the Danish Rent Act. If the parties have agreed upon the italicised-

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conditions of the agreement, these will not need to be specified in section 11. The terms stated in section 11 are adequately highlighted.

Unless otherwise agreed by the parties on matters from which the regulations may be derogated, the rights and obligations of the landlord and the tenant under this tenancy agreement are regulated in the Danish Rent Act in force.

An appendix to this tenancy agreement provides a guide on tenancy agreements for flats, including rental units for mixed purposes and separate rooms in private tenanted properties. The guide is included in the authorised tenancy agreement.

on 1. The parties ar	nd the rental unit				
The rental unit:	The rental unit is 凶 a fl	at □ a single room	⊠ an owner- occupied flat	□ an owner- partnership flat	
	□ other:	<b>0</b>	☐ The tenancy is a subtenancy		
	Location:		City:		
Landlord:	Name:				
	CVR-No/registration. N	0.:			
	A al always a c				
	Address:				
Tenant:	Name:				
	Address:				
	/ tadi ooo.				
-0					
Rental unit area:	The total gross floor are	ea of the unit is		s of rooms	
Rental unit area:		ea of the unit is		s of rooms ousiness premises etc.	
Rental unit area: Rights of use of:	The total gross floor are of which	rty, under the agreement,	m <sup>2</sup> consists of k	ousiness premises etc.	
1/2,	The total gross floor are of which	rty, under the agreement,	m <sup>2</sup> consists of k	ousiness premises etc.	

# Section 2. Period of tenancy

Start: The tenancy starts on the and continues until terminated, unless

the tenancy is of limited duration, cf, section 11.

Terminating the tenancy:

Either party must terminate the tenancy by giving written notice. Unless otherwise agreed or specified in section 11 of the agreement, the tenant may terminate the tenancy by giving three months' prior notice to the first working day of a month not immediately followed by a public holiday. However, the tenancy of separate rooms may be terminated by one month's prior notice. The landlord may terminate the tenancy in accordance with sections 82 and 83 of the Danish Rent Act.

# Section 3. Payment of rent

Rent:	The annual rent is	DKK		
Payment:	Rent, etc. is due for payment on the	of each (please tick as Month Quarter		
The monthly/o	quarterly rent amounts to:	DKK		
Additional cha	arges amount to:			
	Payment on account for heating	DKK		
	Payment on account for water	DKK		
	Payment on account for electricity	DKK		
	Payment on account for cooling	DKK		
	Aerial charges	DKK		
	Internet charges	DKK		
	Contribution to tenant representation	DKK		
	Other	DKK		
	Other	DKK		
	Total monthly/quarterly amount payable:	DKK		
Taxes and due	es: Included in the rent are taxes and dues as of This date will provide the basis of any future.			
Place of paym	nent: The rent etc. Must be paid to the landlord's	account No		
	(in bank):			
	Payments made to a bank is considered pa	ayment at the specified place of payment.		
Note:	Any specific conditions relating to the rent determination, cf. the instructions, must be specified in section 11 of the tenancy agreement.			

# Section 4. Deposit and prepaid rent

Deposit:	No later than the equivalent to	the tenant must pay a deposit of months' of rent (no more than 3 months' rent).	DKK		
Prepaid rent:	No later than the equivalent to	the tenant mus pay prepaid rent of months' of rent (no more than 3 months' rent).	DKK		
Payment:	No later than the	the tenant must pay a total of: DKK, equ	ivalent to:		
	Prepaid rent: Rent, etc. for the period:	DKK			
	to	DKK			
	Deposit	DKK			
		DKK			
		DKK			
		DKK			
	Total	DKK			

Hereafter, the first payment of the rent is to be made on

Section	ո 5. Heating, coolir	ng, water and electricity		
	Heating:	Does the landlord provide heating and hot water? (please tick as appropriate)  If yes, the property is heated by:  ☑ district heating/natural gas ☐ oil-fired central heating ☐ electric heating ☐ other:	⊗ Yes	O No
		The annual heating consumption is measured from		
		Is the tenant responsible for heating the property? (please tick as appropriate)	O Yes	⊗ No
		If yes, the property is heated by:  ☐ electricity ☐ gas ☐ oil/kerosene ☐ district heating/natural gas ☐ other:		
	Water:	Does the landlord provide water? (please tick as appropriate)	ở Yes	O No
	Water.	If yes, the charges are based on individual meters (please tick as appropriate)	⊗Yes	O No
		The annual water consumption is measured from		
	Electricity:	Does the landlord provide electricity for other purposes than heating? (please tick as appropriate)	⊗ Yes	O No
		The annual electricity consumption is measured from		
	Cooling:	Does the landlord provide cooling? (please tick as appropriate)	O Yes	Ø No
		If yes, the charges are based on individual meters (please tick as appropriate)	O Yes	O No
		The annual cooling consumption is measured from		
Section	n 6. Common aeria	als, etc. and access to electronic communication services		
	Communal aerial	: The landlord provides connection to a communal aerial to which the tenant must pay a fee (please tick as appropriate)	O Yes	ŏ No
		The aerial association of the tenants provides connection to a communal aerial (please tick as appropriate)	O Yes	⊗ No
	Internet:	Does the landlord provide access to the Internet (electronic communication services) to which the tenants must pay a contribution (please tick as appropriate)	⊗ Yes	O No
Section	7. Property condi	tion at the start of the tenancy		
		Is the condition of the property assessed at an initial inspection?	Ø Yes	O No
	Note:	Landlords letting more than one flat are obligated to carry out initial inspections.		
	Note:	If the condition of the property is deficient at the start of the tenancy, the tenant notice of this to the landlord no later than 14 days after the start of the tenancy, the right to make subsequent claims concerning this deficiency. If the initial inspection is carried out after this deadline and if the tenant has recan inspection report after the deadline, the deadline will still apply. However, this does not apply if the deficiency cannot be discovered with reason	or the ten	ant lose:

Section	8. Maintenanc	e						
Responsibilities:		The internal maintenance of the tenancy will be the responsibility of: (please tick as appropriate)  O The landlord  Ø The tenant						
	Account: If the landlord is responsible for interior repairs, the landlord will have opened a bank account interior repairs of the property. At the time of signing the tenancy agreement: the account balance is DKK  After the agreement is signed, this account balance may have changed due to repairs carried by the landlord.							
	Note: Landlords letting more than one flat at the time when a tenant vacates a property, are obligated carry out inspections and complete a move-out report as prescribed by the Danish Rent Act sec 98, subsections 3-5.							
Section	9. Fixtures and	d appliances						
	At the start of the tenancy, the following fixtures are the property of the landlord: (please tick as appropriate)							
		☐ Dishwas	sher			Other:		
	⊠ Refrigerato	r □ Washin	g machine	☐ Electric panels, to number:	tal 🗆	Other:		
	□ Freezer	☐ Tumble	drye	☐ Water heaters, to number:	tal 🗆	Other:		
Section	10. Tenant rep	resentation, pets, hou	se rules and add	ditional information re	egarding t	he tenar	су	
	Tenant representation:							
			e a tenant associa	tion at the time of signi	ing this			
	agreement? (please tick as appropriate)					O Yes	Ø No	
	Pets: Are tenants allowed to keep pets in the rental unit? (please tick as appropriate)				O Yes	Ø No		
	Note:	If special terms apply to the keeping of pets, these must be stated in section 11 of the agreement.				ment.		
_	House rules:	Do house rules apply t	o the property? (pl	ease tick as appropriate)			Ø Yes	O No
		If house rules apply, th	nese must be attac	ched to the agreement.				
_	Additional information regarding the rental unit:							

The terms and conditions already complying with the general rules of the Danish Rent Act must not be stated here. This also includes derogations which must be stated in section 11.

#### Section 11. Special terms

Derogations:

Here any agreed derogations and additions to the general rules stipulated in the Danish Rent Act and in sections 1-10 of the standard agreement must be stated. Such derogations might impair tenants' rights or impose greater obligations on tenants than those stipulated in the general rules of the Danish Rent Act.

The terms and conditions already complying with the general rules of the Danish Rent Act or the house rules of the property must <u>not</u> be stated here. Any additional information regarding the tenancy must be stated in section 10 of the agreement.

Note:

Special terms may be stipulated in section 11, including any special terms relating to rent determination which must be included in the tenancy agreement, such as special terms as regards return on investments (the Danish Rent Act section 4, subsection 5), price regulations linked to the Net Price Index (the Danish Rent Act section 4, subsection 8), private urban renewal or property improvements (the Danish Rent Act section 4 a), agreed green urban renewal (the Danish Rent Act section 4 b) and free rent determination (the Danish Rent Act section 53, subsections 3-5).

#### Re. Move-in inspection and keys

Prior to the commencement date, the tenant must use the Nido Student online portal to book the tenant's move-in date and time (being on or after the commencement date) on which date and time a move-in inspection of the leased premises will be held. The tenant pays rent from the commencement date regardless that the move-in may be after the commencement date.

At the move-in inspection, the tenant must provide the landlord with the originals of the following documents related to the tenant:

- 1. passport or other government issued ID; and
- 2. letter or e-mail from an educational institution in Denmark providing full time education and confirming that the tenant has been accepted on a full-time course of study with such institution, and
- 3. proof of income for young professionals, and
- 4. proof of address.

The tenant must notify the landlord immediately if the tenant ceases to be on a full-time course of study with an educational institution in Denmark providing full time education and the lease must be vacated as soon as possible, and no later than 1 month after the tenant ceased to be on a full-time course of study.

The tenant is obliged to be registered in the residence register (in Danish: folkeregisteret) at the address of the lease throughout the lease period.

When moving in, the tenant is handed keycards/fobs according to the key receipt. In case of loss of keycards/fobs, the tenant pays for the conversion of lock system and delivery of new keycards/fobs. The tenant must not, without the landlord's prior written consent, make additional keycards/fobs. Further, the tenant must not hand over the tenant's keycards/fobs to anyone else.

## Re. § 2 - Commencement and termination of lease

The building is at the time of signing under construction and the commencement date is set at 1 September 2022. The landlord is entitled to - without further explanation or any compensation to the tenant - postpone the commencement date of the leasehold. Should the landlord wish to make use of this right to postpone, the tenant must be given a written notice within 1 month prior to the original commencement date, cf. § 2. The landlord is entitled to postpone the commencement date according to this clause several times, as long as the tenant receives written notice about the postponement no later than 1 month for each subsequent postponement to the commencement date.

The tenant is obligated to vacate the leased premises 14 days before the effective termination of the lease agreement so that the leased premises may be repaired in that period, in necessary. The tenant is liable for rent and consumption in the period of repair.

#### Re. § 3 - Rent determination

The lease is situated in a property occupied after 31 December 1991, after which an agreement on free rent determination has been concluded in accordance with Section 54 (1)(1) of the Danish Rent Act (Section 53 (3) of the old Danish Rent Act, cf. Section 15a of the old Housing Regulation Act). The rules in ss. 19-25 of the Danish Rent Act (ss. 5-10, s. 11(2) and (3) and ss. 12-14 of the old Housing Regulation Act) and ss. 42-45 of the Danish Rent Act (ss. 47-52 of the old Danish Rent Act) have thus been waived. For more information, please see page 10 of the lease agreement on "free rent determination".

#### Re. § 3 - Adjustment of rent

The parties have agreed that the rent is adjusted during the lease period based on the net price index. Every year on 1 January, the applicable rent is adjusted with the change in the net price index from October two years before to October the year before. The adjustment is calculated based on the following formula:

applicable rent x net price index October year before adjustment

net price index October two years before adjustment

In addition to the adjustment based on the net price index, the provisions under applicable lease legislation on adjustment of the rent due to changes in taxes and duties apply, cf. the Danish Rent Act ss. 46-48 (ss. 50-52 of the old Danish Rent Act). In the event the leasehold is improved in accordance with the principles in the Danish Rent Act ss. 127-129 (s. 58 of the old Danish Rent Act), the rent may also be increased in accordance with the provisions hereon in the lease legislation.

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#### Re. § 3 - Method of payment

The rent must be paid via Direct Debit (SEPA). Please also refer to the House Rules (Residence Handbook) attached as a schedule.

#### Re. § 4 - Deposit and prepaid rent

The tenant shall pay the deposit and prepaid rent upon booking of the lease via the Nido Student online portal.

#### Re. § 7 - State and condition of lease at commencement

The lease was taken over in a reconditioned state; and with all installations in good and usable condition. The lease must be handed over in the same condition as when taken over meaning that it must be in a reconditioned state and ready for occupancy for new tenant.

The lease is located in a residential and commercial area that has not yet been completed. The tenant is aware of and accepts the development works planned for the area, including that external and communal areas cannot be expected to be completed at the commencement of the lease. Failure to complete such external areas, common areas, etc. shall therefore not be considered as deficiencies under the lease. The landlord shall ensure that the works are carried out as soon as possible, taking into account the weather, the time of year, etc. The tenant is therefore not entitled to a reduction in rent or any other form of compensation as a result of the delayed completion, nor for any inconvenience caused by the completion work and the development of the area, nor is the tenant entitled to claim any other remedy for default as a result of these circumstances.

#### Re. § 8 - Maintenance

The tenant must comply with the obligations related to maintenance of the lease and the common areas set out in the house rules (the Resident Handbook) applicable from time to time.

The landlord and any employees, workmen and contractors of the landlord, shall have the right to inspect the lease and any common areas with (at least) 24 hours' prior notice and with tenant's prior consent (save in case of an emergency where no notice or consent shall apply) and to carry out works in the lease and any common areas in accordance with the rules in the Danish Rent Act.

The landlord and the landlord's employees, craftsmen and contractors have the right to access the lease for the purposes of carrying out the 1-year and 5-year inspections with the same notice, and to carry out work in the lease in this connection. The tenant is not entitled to a reduction in rent or any other form of compensation as a result of such works.

#### Re. § 8 - Move-out inspection

Prior to the tenant vacating the lease, the tenant must contact the landlord to book the tenant's move-out date and time on which a move-out inspection of the lease will also be held. The tenant must provide the landlord with the tenant's new address and contact information no later than on the move-out inspection.

In the notice period, the landlord has a right to show the lease to potential new tenants upon prior agreement with the tenant.

## Ad § 10 - House Rules (Resident Handbook) and Nido Regulations

The tenant must comply with and ensure that any visitors of the tenant or others allowed access to the property by the tenant comply with, the applicable house rules issued by the landlord from time to time (currently the Resident Handbook). The current house rules (the Resident Handbook) is attached to this lease agreement as a schedule. Similarly, the tenant must comply with, and ensure that any visitors of the tenant or others allowed access to the property by the tenant comply with, the "Nido Regulations" as applicable from time to time as the current forms of the regulations is attached to the lease agreement as a schedule.

## Ad. Other terms

#### Furnishing/décor of the lease

The tenant may not without the landlord's prior written consent change the color of the walls, ceilings or floors in the lease or common areas. It is not permitted to stick pins, nails or screws into or apply sticky tape or the like to any part of the lease or common areas, including window frames, doors, cabinets, tiles, vinyl siding or tabletops. Further, the tenant may not alter or change existing or fit new locks or bolts to the doors and windows of the lease or common areas. If the tenant does not comply with this clause, it will be considered a breach of contract and will result in extensive repair work to be paid by the tenant. Similarly, the tenant is liable for damages to the lease or common areas caused by the tenant or visitors of the tenant.

The tenant must not remove or damage the furniture, installations and the like that is in the lease or common areas and which belongs to the landlord. The tenant must inform the landlord of any damages to the lease or common areas as soon as possible. The tenant is responsible for insuring the tenant's own personal belongings/property.

#### Digital communication

The parties may communicate using electronic communication, cf. Section 13 (1) of the Danish Rent Act (Section 4 (2) of the old Danish Rent Act). The parties must ensure that the other party is always in possession of the correct email address.

## **Smoking**

It is prohibited to smoke in the lease or common areas.

#### Airbnb

It is not permitted to use Airbnb or similar services without the landlord's prior written consent.

#### English translation

An English translation of the lease agreement, including the above § 11 specific terms of the lease agreement, has been attached to the lease agreement as a schedule. In case of any discrepancies, the Danish version shall prevail.

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# GUIDELINES for housing

Guidelines regarding the standard tenancy agreement concerning residential and mixed tenancies.

These guidelines form an attachment to the authorized standard tenancy agreement, Form A, 9th edition, of 1 July 2015 and thus constitute a part of the authorized tenancy agreement.

This standard tenancy agreement states the parties' names (landlord and tenant), describes the property, and specifies the terms and conditions of the rent payments.

The rights and obligations of the landlord and the tenant are subject to the tenancy laws in force at the time in question, unless otherwise agreed by landlord and tenant

If the parties wish to derogate from the rules stipulated in the tenancy laws and/or this tenancy agreement, such derogations must be stated in section 11 of this agreement. Derogations from the rules agreed mutually between landlord and tenant cannot be stated directly in the text of the agreement (e.g. by way of deleting original text), unless the pre-printed text specifically allows to do so.

Some terms and conditions in the pre-printed text are emphasized with bold and italics. These constitute derogations from the general rules in the tenancy laws. If the parties have agreed on those terms and conditions which are italicized in the contract, it is not necessary to list the same terms and conditions in section 11 of the agreement.

If, upon commencement of the tenancy, the parties wish to derogate from the general rules of the tenancy laws and/or the tenancy agreement, such derogations may be stated in a special supplement instead of in section 11 of the agreement. The requirements of such a supplement follow from Section 5 of the Danish Rent Act. Where such supplement is drawn up, the supplement constitutes a part of the tenancy agreement.

The supplement must not contain identical terms and conditions of tenancies for more tenants in the same property, when they appear to the tenant to be standardized. If this is the case, the supplement must be authorised. No special supplement for Form A, 9th edition has been authorised.

In reference to the provisions of the agreement, these guidelines contain a description of the tenancy laws in force at the time in question. A number of provisions in the tenancy laws cannot be derogated from to the detriment of the tenant, while other provisions can be derogated from if mutually agreed. The guidelines are not exhaustive.

For further information, see the tenancy laws in force at the time in question as well as the guidelines which can be found on the ministry's website etc. These guidelines were drawn up in June 2015. Note that the legislation may have been changed in some respects after this date.

The text below contains information with reference to the individual provisions in the tenancy agreement:

# 1 . Regarding section 1 in the tenancy agreement: The parties and the property

#### **Protection of the Danish Rent Act**

The general rights of the tenant as stipulated in the tenancy laws have validity without registration. Tenant's rights are therefore ensured if, for example, the property is resold. A new owner of the property must respect the general rights of the tenant under the tenancy laws. The same applies to agreements on advance payment of rent, deposits, and the like within the terms of the law.

If, on the other hand, a tenant has obtained special rights by mutual agreement, e.g. if the landlord is not entitled contractually to terminate the tenancy, such right does not necessarily continue to be valid in the case of a change of ownership. Therefore, the tenant may demand registration of such right. The expense is paid by the tenant, unless otherwise agreed.

The Danish Rent Act does not protect a sub-lessee in the same way as it protects a regular tenant, because the sub-lessee does not have a contract with the owner of the property, unlike the regular tenant.

#### Sub-letting

The standard tenancy agreement may also be used for sub-letting.

Sub-letting is when the tenant who has entered into a tenancy agreement with the landlord sublets the flat in part of in full to another person.

As a rule, the tenant may not transfer the use of the property to others.

However, the tenant of a residential flat has the right to sublet up to one half of the flat's rooms for residential purposes (in mixed tenancies, this applies to the residential part). The total number of people living in the flat must not exceed the number of rooms.

In flats exclusively used for residential purposes (i.e. not mixed tenancies, see below), the tenant, in addition, has the right to sublet the whole flat for up to 2 years, if the tenant's absence is temporary and due to disease, business, studies, temporary relocation or the like.

The landlord may, however, object to the sub-letting of the whole flat, if the entire property comprises fewer than 13 flats, if the total number of people in the flat will exceed the number of rooms, or if the landlord has other reasonable grounds to object to the sub-letting.

All agreements on sub-letting, i.e. between the sub-lessor and the sub-lessee, must be entered into in writing, and the sub-lessor must give the landlord a copy of the sub-letting agreement before the commencement of the sub-letting agreement.

In connection with sub-letting, the tenant may choose to provide security in the form of a bank guarantee or a deposit in a separate deposit account when entering into the tenancy agreement or during the period of tenancy.

# 2. Regarding section 2 in the tenancy agreement: The commencement and termination of the tenancy

#### Tenant's notice to terminate the tenancy

According to the Danish Rent Act, the tenant must give 3 months' notice to terminate the tenancy agreement, unless otherwise agreed by the parties. Such agreements about this must be stipulated in section 11 of the tenancy agreement.

Unless otherwise agreed, the tenant must give one month's notice to terminate a separate room tenancy, where a separate room is a room that forms part of the landlord's flat, or of a single- or double-occupancy house occupied by the landlord. Special agreements about this must be stated in section 11 of the agreement

Unless otherwise agreed, the tenant must give 3 months' notice to terminate a separate room tenancy, where a separate room is a room that does not form part of the landlord's flat, or of a single- or double-occupancy house occupied by the landlord. Special agreements about must shall be stated in section 11 of the agreement.

#### Landlord's notice to terminate the tenancy

The tenancy agreement can only be terminated by the landlord in accordance with the rules stipulated in sections 82 and 83 of the Danish Rent Act, and the landlord must give notice in accordance with the rules stipulated in section 86 of the Danish Rent Act. Among other things, the rules stipulate the following:

- Unless a longer period of notice has been mutually agreed, the landlord must give 1 month's notice to terminate a separate room tenancy, where a separate room is a room that forms part of the landlord's flat, or of a single- or double-occupancy house occupied by the landlord, and
- The landlord must give one year's notice to terminate a tenancy agreement concerning a flat in a house which at the time of commencement of the agreement only contains two flats of which the landlord occupies one. Furthermore, on certain conditions, other tenancy agreements may be terminated by the landlord, if the landlord wishes to use the property for his own purposes. The notice to terminate the agreement in such cases is 1 year.

The Act contains a few other grounds to terminate the agreement including tenant's non-compliance with proper conduct. In such cases, the notice of termination is 3 months.

In section 1 of the agreement, it must be stated whether the property is a flat or a room. If it is a flat, it must also be stated whether it is an owner-occupied flat or an owner-partnership flat. If the property is of another type, this must be stated.

In accordance with the Danish Rent Act section 82(c), an owner or a part-owner who only rents out one owner-occupied flat or owner-partnership property may terminate the tenancy with one years' notice, if the owner or the part-owner intend to use the property himself. Concerning owner-occupied flats, the special rule in section 84(d) also applies which states several

terms and conditions that must be met for the landlord to be able to terminate the tenancy agreement.

Regardless of the length of the period of notice, notice must be given to expire on the first weekday of a month not preceding a public holiday.

The rules in the Danish Rent Act about the landlord's notice to terminate cannot be derogated from to the detriment of the tenant, prior to the landlord terminating the tenancy agreement. The parties may for example agree that the tenant can move out sooner.

#### **Fixed-term tenancies**

Upon the signing of the agreement, the parties can agree on a fixed term tenancy, cf. section 80 of the Danish Rent Act, if the landlord's own situation provides sufficient reason for a fixed-term tenancy. Valid reasons to rent out on a fixed-term basis may be stationing or temporary relocation. The rent tribunal may ignore any provision for a fixed term where such provision is not found to be warranted by the landlord's own situation. Several decided cases exist concerning reasons for fixed-term tenancies.

The terms and conditions of a fixed-term tenancy must be stated in section 11 of the tenancy agreement and it is advisable to include the reason for the fixed-term tenancy in section 11 as well.

In principle, a fixed-term tenancy agreement implies less extensive rights for the tenant than under the general rules in the Danish Rent Act. Therefore, any provision for a fixed term may be set aside in municipalities with housing regulation, if it is assessed that, overall, the tenancy agreement contains terms and conditions that are more onerous for the tenant than the terms and conditions that apply to other tenants in the property regardless of whether the landlord has a special reason for the fixed term.

Fixed-term tenancies terminate without notice, when the period of tenancy as stated in the tenancy agreement expires. A fixed-term tenancy can only be terminated during the period of the tenancy by agreement between the parties or in case of breach by the other party. The agreement must be stated in section 11 of the tenancy agreement. If it has been mutually agreed by the parties that the tenancy during the period of the tenancy should be terminable, the rules of the Danish Rent Act apply, cf. above.

# 3. Regarding section 3 in the tenancy agreement: Payment of rent etc.

#### Rent determination and regulation

The rules about determining and adjusting the rent are found mainly in the Danish Rent Act and the Act on Temporary Regulation of Housing Conditions. The rules governing rent determination and regulation depend on the type and location of the property.

# Determination of rent at the commencement of the tenancy

In municipalities where chapters II-IV of the Act on Temporary Regulation of Housing Conditions are valid the socalled regulated municipalities - special rules apply concerning the amount of rent payable at the time

of the signing of the agreement, cf. section 5(1) of the Act on Temporary Regulation of Housing Conditions.

The principal rule is that the amount of rent payable must not exceed the amount required to cover the necessary operating costs for the property, supplemented, if applicable, by an estimated increase for improvements.

As mentioned below, however, special rules for 'small properties' apply.

An exception to this is the case of 'thoroughly improved properties', where the rent may be agreed to be an amount that does not substantially exceed the value of the property. Section 5(2) in the Act on Temporary Regulation of Housing Conditions contains a definition of 'thoroughly improved properties'.

The question of the degree to which the rent may substantially exceed the value of the property depends on a comparison with the rent in similar properties in the municipality with reference to location, type, size, quality, amenities and general condition of the property.

Regarding properties with cost-related rent, it is not possible, at the commencement of the tenancy, to fix the rent, or terms and conditions for the rent which, based on an overall assessment, are more onerous for the tenant than the terms and conditions that apply to other tenants in the property.

In municipalities where chapters II-IV of the Act on Temporary Regulation of Housing Conditions do not apply - the socalled unregulated municipalities - no special rules apply regarding the amount of rent payable at the time of the signing of the agreement, but the tenant may, following the commencement of the agreement, demand that the rent be reduced if it substantially exceeds the value of the property.

#### Regulation of the rent during the period of tenancy

In principle, the rent for properties in regulated municipalities is regulated in accordance with the rules on cost-related rent, while the rent for properties in unregulated municipalities is regulated in accordance with the rules on the value of the property.

#### **Small properties**

As an exception to those rules on the determination and regulation of the rent mentioned above, special rules apply to tenancies in small properties in regulated municipalities, i.e. to tenancies in properties, which as of January 1st 1995, comprised 6 or fewer residential flats (small properties).

In connection with the determination and regulation of the rent for these tenancies, the rules on the value of the rented property apply, so that the rent for these properties can be increased or reduced if it is substantially lower respectively substantially higher than the rent that is paid for similar tenancies in bigger properties where the rent is regulated in accordance with the rules on cost-related rent.

## Separate rooms

For separate rooms, which are not part of the landlord's flat, or of a single- or double-occupancy house occupied

by the landlord, in regulated municipalities, the rent is determined and regulated in accordance with the rules on cost-related rent.

For separate residential rooms, where the rooms are part of the landlord's flat, or of a single- or double-occupancy house occupied by the landlord, the rent is determined and regulated in accordance with the value of the property. This is also the case in unregulated municipalities for separate rooms which are not part of the landlord's flat, or of a single- or double-occupancy house occupied by the landlord.

#### **Mixed properties**

The rent for mixed properties - i.e. properties which are used for residential as well as non-residential purposes - is regulated, in principle, in the same way as tenancies used exclusively for residential purposes.

However, if the premises which are used for residential purposes, and the premises which are used exclusively for non-residential purposes, are located in separate physical entities, special rules apply to the premises that are used exclusively for non-residential purposes, cf. the Business Rent Act.

#### Taxes and dues

Both in regulated and unregulated municipalities, it is possible to announce rent increases in consequence of increases in property taxes and dues. As an alternative regarding cost-related rent, taxes and dues can be included in the operations budget.

If taxes and dues are dropped or reduced, the landlord must, effective from the time of reduction, reduce the rent by a matching amount for the flats and premises in whose rent the expense has been included.

## Net price index adjustment

In certain situations, the landlord may choose to adjust the rent based on the development in the net price index from Statistics Denmark. There are two forms of net price index adjustment which are exceptions to the general rules on regulation of the rent.

For tenancies in properties with cost-related rent, the landlord may decide to adjust the rent once per year and for periods of two years at a time based on the net price index instead of the rules on cost-related rent.

For other properties and for tenancies where the rent is fixed in accordance with section 5(2) of the Act on Temporary Regulation of Housing Conditions, it may be agreed that the rent is adjusted once every year during the tenancy period based on the development in the net price index from Statistics Denmark. It is possible to request a rent reduction, if the rent which has been adjusted based on the net price index significantly exceeds the value of the property.

An agreement to regulate the rent based on the net price index must be stated in section 11 of the tenancy agreement. It must include the time which forms the basis for the adjustment and the value of the net price index at this time. It must also state when the rent will be adjusted for the first time.

#### 'Free rent determination'

Both in regulated and unregulated municipalities, 'free rent determination' may be mutually agreed, cf. section 53(3-6) of the Danish Rent Act, in the following cases:

- where the tenancy concerns flats in properties that have been occupied after December 31st 1991
- where the tenancy concerns flats lawfully used exclusively for business purposes, as of December 31st 1991. The same applies to premises which no later than this date were lawfully used or had lawfully been organized exclusively for business purposes and
- flats or rooms newly established in attics/top floors which were not used or registered for residential purposes by 1 September 2002, and flats or rooms in newly added floors where the building licence was granted after 1 July 2004.

An agreement on free rent determination implies that the rent may only be reduced in those cases where the rent is unreasonably high. Therefore, the tenant may not claim a reduction of the rent, which is otherwise the case, even though the mutually agreed rent substantially exceeds the cost-related rent or the value of the property.

An agreement on free rent determination and rent regulation during the period of the tenancy must be stated in section 11 of the tenancy agreement.

If an agreement on free rent determination has been made, it may be agreed that the rent in the period of the tenancy is to be regulated in accordance with the net price index. The agreement must be stated in section 11 of the tenancy agreement.

If it does not appear from the tenancy agreement that the rent can be regulated in accordance with the net price index, the rent cannot be regulated during the period of the tenancy. However, the rent may be regulated as a consequence of increases in and imposition of new taxes and dues. For properties situated in unregulated municipalities, this requires a special agreement. The agreement must be stated in section 11 of the tenancy agreement.

#### Index-financed housing

There are special rules for determining the rent in properties, whose construction has been financed by indexlinked loans.

According to these rules, the rent may be determined so that the total rental income can cover the necessary operating costs of the property at the time of construction with the addition of the return on the value of the property.

Corresponding rules apply to properties occupied after 1 January 1989, constructed and let by landlords subject to the act on real interest tax.

For both types of properties, special rules apply to the regulation of the rent during the period of the tenancy.

#### **Improvements**

If the landlord has carried out improvements of the property, an increase in the rent may be demanded in accordance with relevant stipulated rules.

## Payment of the rent

The landlord decides how the amounts mentioned must be paid and specifies a bank account into which the rent and related bills are paid.

It may be agreed that the rent must be paid for a period of three months at a time. Such agreement must be stated in section 11. A period longer than three months cannot validly be agreed.

#### Money liability

A number of payments in connection with the tenancy fall under the heading 'money liability', meaning that the landlord can terminate the tenancy agreement under observation of certain terms and conditions, if such payments are not made. Such payments include rent, deposit and advance payment of rent and regulations thereof, heating payment, antenna and internet costs, on account payments for water, payment for cooling as well as payment of claim fees.

If the rent is due for payment on a public holiday, a Saturday, or on Denmark's Constitution Day, the date of payment is postponed until the following weekday. Payment of rent is considered punctual, if it is made on the due date at the latest.

If the rent is not paid punctually, the landlord may submit a claim for this. The claim may be submitted after the third weekday after the due date for payment at the earliest. The landlord may charge a fee for this as stipulated in the Danish Rent Act.

# 4. Regarding section 4 in the tenancy agreement: Deposit and advance payment of rent.

## **Deposit**

In the tenancy agreement, the landlord may demand payment of a deposit held as security for the tenant's obligations upon vacating the premises. The deposit may correspond to up to 3 months' rent. In connection with sub-letting, the tenant may choose to provide a bank guarantee or a deposit in a separate deposit account instead of paying a deposit.

## Advance payment of rent

At the time of signing the agreement, the landlord may further demand an advance payment of rent from the tenant corresponding to up to 3 months' rent. Such advance payment of rent can cover the rent of the final 3 months of the period of the tenancy.

In case of rent increases, an adjustment of deposit and advance payment of rent may be required. The increase may be charged in equal monthly instalments over the same number of months as the deposit and advance payment of rent corresponded to in proportion to the rent at the commencement of the tenancy. It should be specified in the charges of the rent which amount constitutes the actual rent and which amounts constitute adjustments of advance payment of rent and deposit.

#### 5. Regarding section 5 in the tenancy agreement:

#### Heating, cooling, water and electricity

The boxes in the tenancy agreement must be ticked partly in order to secure information about the property, partly in order to secure the information which the municipality will need to calculate rent subsidy, if applicable.

In properties, where the landlord supplies heating and hot water as well as electricity for other purposes than heating, and in properties where payment for water and cooling is made in accordance with consumption meters, the tenant must pay an amount on account to cover the landlord's expenses, as a principle rule.

The costs of the property's heating and hot water supply as well as electricity for other purposes than heating cannot be included in the rent. The same applies to water consumption and cooling expenses, if these expenses are apportioned on the basis of meters. However, this does not apply to separate rooms for residential purposes, where the costs of heating, water, electricity for other purposes than heating, and cooling may be included in the rent.

Upon expiry of the accounting period for water, heating, electricity and cooling, the landlord must forward individual accounts for the actual expenses and amounts paid on account during the accounting period.

These accounts must reach the tenants no later than 4 months after the expiry of the accounting year. However, if heating, electricity and cooling supplies are provided by a shared supply facility, the account is considered punctual, if it has reached the tenants no later than 3 months after the landlord has received the final statement of accounts from the supply facility. If supplies are provided by a shared supply facility, the accounting year must follow the accounting year of the supply facility.

Heating suppliers must make sure that information about the tenant's heat distribution meters is made available to the tenant upon request, cf. section 9 in the ministerial order on heat distribution meters, which forms the basis for the distribution of the heating costs.

If the contribution paid on account by the tenant is too low, the landlord may claim additional payment in connection with the first rent payment which must be made when one month has passed after the tenant received the individual accounts. If the additional payment exceeds 3 months' rent, the tenant may decide to pay by 3 equal monthly instalments.

If the contribution paid on account by the tenant is too high, for water, heating, electricity and cooling accounts, the excess amount must be refunded to the tenant in cash or be deducted from the first rent payment after submission of the accounts.

If the separate accounts reach the tenant too late, the landlord cannot insist on additional payment following the accounts. If the account has not been submitted within another 2 months after the mentioned deadline, the tenant may omit to make payments on account until the tenant has received the account and has received, if

applicable, the excess amount paid for the completed accounting period.

The appropriate box must be ticked to indicate whether or not the landlord provides the supply of electricity to the property. If this is not the case, the tenant must enter into an agreement with an electricity supplier.

#### 6. Regarding section 7 in the tenancy agreement:

#### Condition of the property at the start of the tenancy In section 7 of the tenancy agreement, the parties must tick the appropriate box to indicate whether or not the

tick the appropriate box to indicate whether or not the condition of the property has been or will be assessed at an initial inspection.

Landlords who rent out residential flats must draw up an initial inspection report. The report must be drawn up in cooperation with the tenant, so that the tenant is summoned to attend an initial inspection in connection with the start of the tenancy.

A landlord who only rents out one residence and an owner of a single owner-occupied or owner-partnership residence are, however, not obligated to conduct an initial inspection. The landlord's situation at the time when the property becomes available to the tenant determines whether or not the landlord is obligated to conduct an initial inspection. This will typically be at the start of the tenancy. If there is doubt about whether or not the landlord only rents out one residence, the tenant may ask the landlord to sign a solemn declaration which states that the landlord only rents out one residence.

A landlord who rents out rooms is not obligated to conduct initial inspections either.

The landlord must summon the tenant to participate in the initial inspection. There are no special rules as to when and how the tenant should be summoned, but it is implied that the tenant must be summoned in sufficient time to make it possible for the tenant to be present.

The initial inspection report must state the condition of the property at the start of the tenancy.

The initial inspection report must be handed over to the tenant at the inspection. If the tenant is not present at the inspection or does not want to acknowledge receipt of the report, the report must be sent to the tenant 2 weeks after the inspection at the latest.

The property must be in the same condition when eventually vacated by the tenant, unless otherwise agreed, cf. however the section below on refurbishment of the inside of the property when vacating the property.

No agreement can be made that the property must be in better condition at the termination than at the commencement of the tenancy.

If the property is not in such a state of repair and condition as the tenant upon possession is entitled to in accordance with the agreement, the tenant must hold the landlord responsible for defects no later than 14 days after commencement of the tenancy. This deadline applies even though the tenant participated in an initial inspection and received an inspection report before the deadline. If the landlord does not react, the tenant may

remedy significant defects at the landlord's expense, demand compensation from the landlord, or terminate the agreement. The tenant's right to give notification of defects thus depends on the tenant using his/her right to object no later than 14 days after commencement of the tenancy. If the tenant has raised an objection, but the defect has not been remedied, the tenant is not liable for the defect at the time of moving out.

# 7. Regarding section 8 in the tenancy agreement: Maintenance

#### Internal maintenance

Internal maintenance includes painting, whitewashing, paperhanging and surface finishing of floors in the property.

Painting includes the painting of heaters and woodwork in the flat, including doors, door and window frames, architraves, panels, front door on the inside and inside window frames to the edges and rabbets.

Unless otherwise agreed, the internal maintenance of the property is the responsibility of the landlord.

If so, the landlord must deposit an amount on a monthly basis into an internal maintenance account for the flat.

The landlord is also obligated to set aside money for internal maintenance of mixed properties, i.e. properties which are used for both residential and non-residential purposes, and for separate residential rooms. However, if the premises are located in separate physical entities, it is only required to set money aside for the internal maintenance of the residential part.

Every year, no later than three months after the end of the accounting year, the landlord must inform the tenant in writing about the balance of the maintenance account.

The tenant may require the landlord to carry out the internal maintenance of the property so that the property at all times remains in good repair and condition, if the expense can be covered by the amount available on the maintenance account.

When the landlord uses the maintenance account to carry out maintenance work, the tenant must, at the same time, receive a written statement of the expenses paid with information about the remaining amount available.

Without preceding agreement with the landlord, a tenant who lets work be carried out cannot demand to be reimbursed from the internal maintenance account. Also the landlord can decide who should carry out the maintenance work.

It may be agreed that the internal maintenance is the responsibility of the tenant. This implies that the tenant apart from the rent must pay expenses for painting, whitewashing, paperhanging and surface finishing of floors in the property. Agreement about this is indicated by ticking 'The tenant' in section 8 of the agreement. The landlord may require that maintenance is carried out so that the property at all times remains in good repair and condition.

The landlord, or the landlord's deputy, has the right of entry into the property if circumstances demand it.

#### **External maintenance**

All other maintenance than painting, whitewashing, paperhanging and surface finishing of floors in the property is considered external maintenance.

Unless otherwise agreed, the external maintenance of the property, except locks and keys, is the responsibility of the landlord.

The landlord must maintain the property and the premises and keep it in a good state of repair and condition. All installations for drainage, supplies of light, gas, water, heating and cooling must be maintained and kept in good condition and in working order. The landlord is also responsible for keeping the premises clean and for providing normal lighting of the property and the access roads to the property. The landlord is also responsible for keeping pavement, yard and other shared amenities clean.

Unless otherwise agreed, the tenant must carry out maintenance work and necessary renewal of locks and keys during the period of the tenancy, so that locks and keys are always in good condition.

The tenant and the landlord may mutually agree on a different distribution of the maintenance obligations, e.g. so that the tenant assumes the responsibility for maintaining and, if necessary, renewing toilets, water taps, refrigerators, kitchen tables, mixer taps, window panes, floors, floor covering and the like. Agreements in accordance with which the tenant takes on the responsibility to maintain anything other than locks and keys, must be stated in section 11 of the tenancy agreement.

However, for tenancies covered by chapters II-IV of the Act on Temporary Regulation of Housing Conditions, it is not possible to make agreements where the tenant takes over the landlord's obligations in connection with external maintenance. It is, however, possible to agree that the tenant must maintain the garden which forms part of the property.

If the tenant and the landlord have mutually agreed on a different distribution of the maintenance obligations, the tenant must, during the period of the tenancy, carry out maintenance work so often that the installations mentioned are always in good condition.

# Final inspection in connection with vacation of the premises etc.

Landlords, who are renting out more than one residential flat when a tenant vacates a property, are obligated to carry out a final inspection with the tenant and draw up a move-out report in accordance with section 98(3-5) of the Danish Rent Act.

# Internal state of repair and condition when the tenant vacates the property

If the landlord is responsible for carrying out the internal maintenance of the property, the tenant may only be met with demands to paint etc., if the tenant has caused damage to the property. The tenant is therefore not obligated to remedy any damage caused by fair wear and tear and lapse of time.

If the tenant, in accordance with the agreement, has assumed the responsibility to carry out the internal maintenance, the tenant must, at the termination of the tenancy, return the property in the same condition as it was at the commencement of the tenancy. This means that the tenant before moving out must carry out the maintenance of the ceilings, walls, floors etc. which ought to have been carried out during the period of the tenancy.

# External state of repair and condition when the tenant vacates the property

Locks and keys and, if applicable, other objects which, in accordance with the agreement, are included in the tenant's external maintenance obligation, must, at the termination of the tenancy, be returned in the same condition as at the commencement of the tenancy, with the exception of any damage caused by fair wear and tear and lapse of time, presupposed, however, that the objects have been maintained continuously.

It cannot be agreed that the property must be returned in a better condition than it was at the commencement of the tenancy.

# 8. Regarding section 10 in the tenancy agreement Tenant representation, house rules and additional information about the property Tenant representation.

In some areas, the tenant association can enter into agreements with the landlord on behalf of the other tenants, including agreements about carrying out shared improvements of the property. Furthermore, special rules concerning notifications of increases in the rent and shared improvements apply to properties with tenant associations.

## House rules

It is the responsibility of the landlord to ensure orderliness in the property. The rules pertaining to this may be stipulated in a set of house rules.

If a tenant association has been organised, a tenants' meeting may lay down house rules. These rules will be valid unless the landlord has substantial reasons to object.

The tenant must comply with these rules and other reasonable orders intended to safeguard orderliness and a proper and reasonable use of the property.

# Additional information about the property

Additional information about the property is stated here e.g. practical information about property conditions etc.

# 9. Regarding section 11 in the tenancy agreement: Special terms

All agreed derogations from the tenancy laws and from the printed provisions in the tenancy agreement must be stated here. Such agreements may result in less extensive rights or impose bigger obligations on the tenant than in accordance with the general provisions of the tenancy laws.

The mutually agreed special terms take precedence over the other terms and conditions of the tenancy agreement.

It is stated in section 11 of the agreement whether or not special terms for rent determination apply which must be stated in the tenancy agreement, including e.g. conditions regarding private urban renewal and property improvements, return on investments, agreed green urban renewal, adjustments based on net price index and free rent determination. The list is not exhaustive.

If there is not enough room for the special terms under section 11 in the agreement, the terms may be moved to or continued in an appendix to the tenancy agreement. An appendix to the tenancy agreement should also be signed by the parties involved.

Additional information about the property, which is not considered special terms between the parties, is stated under section 10 of the agreement.

#### Agreement about digital communication

If the landlord and the tenant wish to give each other the opportunity to use e.g. email to exchange digital documents, in cases where the tenancy laws require written communication, or in cases where there is an obligation between the parties to inform each other which cannot be carried out appropriately in other ways than in writing, this must be mutually agreed by the parties. If the parties have not made such an agreement, the requirement for written communication in accordance with the tenancy laws can only be met by submitting paper versions of documents.

Such an agreement may be stated in section 11 of the agreement. There are no requirements as to the content of the agreement. The agreement can contain a general wording or be limited to specific types of information. The agreement should state which email addresses can be used. Certain types of information can, however, not be included in such an agreement, cf. section 4(2) of the Danish Rent Act. The agreement may be terminated at any time without notice.

# Private urban renewal and agreed property improvements

For properties which have been rebuilt in accordance with the formerly applicable law on private urban renewal or in accordance with chapter 5 of the formerly applicable law on urban renewal, and for which rent increases are calculated based on the same laws, it must be stated explicitly in the tenancy agreement that the property has been rebuilt in accordance with the law on private urban renewal or in accordance with chapter 5 of the formerly applicable law on urban renewal. Section 4(a) of the Danish Rent Act states which information must be specified in the tenancy agreement.

## Return on investment

If the landlord wishes to charge a rent, where the return on investment is calculated based on section 9(2) of the act on temporary regulation of housing conditions, this must be stated in the tenancy agreement. Section 4(5) of the Danish Rent Act states which information must be specified in the tenancy agreement.

#### Agreed green urban renewal

For properties which have been rebuilt in accordance with the provisions on agreed green urban renewal in chapter 6(a) of the act on urban renewal and urban development, and for which rent increases are calculated in accordance with section 58(a) of the Danish Rent Act, it must be stated explicitly in the tenancy agreement that the property has been rebuilt in accordance with chapter 6(a) of the act on urban renewal and urban development.

## Regulation based on net price index

In tenancy agreements, which are covered by the landlord's decision on regulation in accordance with the net price index, cf. section 9(a) in the act on temporary regulation of housing conditions, and which are entered into after the landlord has made the decision about such regulation, it must be stated that the rent is regulated in accordance with the net price index. Section 4(8) of the Danish Rent Act states which information must be specified in the tenancy agreement.

#### Free rent determination

See section 3 in these guidelines. Section 53(3-5) of the Danish Rent Act states which information must be specified in the tenancy agreement.