

Copenhagen Stock Exchange  
Nikolaj Plads 6  
DK-1067 Copenhagen K

8 August 2007

## **Ringkjøbing Landbobank - Interim report 2007**

### **Positive activity and continually increasing business volume result in upward adjustment to expectations in core earnings from DKK 400-450 million to DKK 450-500 million.**

The bank's core earnings before write-downs increased by 17% from DKK 208 million in 2006 to DKK 242 million in 2007. This combined with a net reversal of write-downs of DKK 18 million results in core earnings of DKK 261 million for the first half-year 2007.

The bank's business volume is continuing to increase, and the level of activity among the bank's customers remains good. Apart from these increases in volume, the bank's targeted initiatives within Private Banking and pension and asset management in particular are developing highly satisfactorily.

### **First half year 2007 - highlights**

- Upward adjustment of expectations for core earnings from DKK 400-450 million to DKK 450-500 million
- 17% increase in core earnings before write-downs from DKK 208 million to DKK 242 million
- Good credit quality resulting in reversal of net DKK 18 million in write-downs
- Result before tax of DKK 251 million gives a 32% pre-tax return on equity at beginning of year
- Rate of costs unchanged at 33%
- Continuing strong increase in business - loans up by 24% and deposits up by 18%
- Solvency ratio at 14.6% - core capital ratio at 12.7%
- 50,000 own shares reserved for later reduction of the share capital

Please do not hesitate to contact the bank's management if you have any questions.

Yours sincerely,

**Ringkjøbing Landbobank**

Bent Naur

John Fisker

**Ringkjøbing Landbobank**

Torvet 1 • DK-6950 Ringkjøbing • Tel. +45 9732 1166 • Fax +45 9732 1800 • CVR-no. 37536814 • [post@landbobanken.dk](mailto:post@landbobanken.dk)  
[www.landbobanken.dk/english](http://www.landbobanken.dk/english)

## Main and key figures for the bank

<b>Main figures for the bank (million DKK)</b>	<b>1<sup>st</sup> half year 2007</b>	<b>1<sup>st</sup> half year 2006</b>	<b>Full year 2006</b>
Net income from interest and fees	331	289	579
Value adjustments excl. sector shares	0	53	108
Value adjustments of sector shares	13	14	21
Total costs and depreciation	113	98	209
Write-downs on loans etc.	+18	+54	+69
<b>Profit before tax</b>	<b>251</b>	<b>314</b>	<b>573</b>
<b>Profit after tax</b>	<b>189</b>	<b>235</b>	<b>432</b>
<b>Core earnings before write-downs on loans</b>	<b>242</b>	<b>208</b>	<b>401</b>
<b>Core earnings</b>	<b>261</b>	<b>262</b>	<b>470</b>
Equity	1,766	1,576	1,711
Total capital base	2,232	2,053	2,190
Deposits	7,787	6,579	7,046
Loans	13,701	11,050	12,760
Balance sheet total	17,834	14,511	17,269
Guarantees	4,261	4,314	4,804
<b>Key figures for the bank (per cent)</b>			
Pre-tax return on equity, beginning of period	32.3	45.8	41.8
Return on equity after tax, beginning of period	24.4	34.3	31.5
Rate of costs	33.1	33.0	35.0
Core capital ratio	12.7	12.2	10.4
Solvency ratio	14.6	14.3	12.3
<b>Key figures per 5 DKK share (DKK)</b>			
Core earnings	50	50	89
Profit before tax	48	60	109
Profit after tax	36	45	82
Net asset value	340	299	324
Price, end of period	1,035	880	1,080

## Management report

### Net income from interest and fees

Net interest and fees are DKK 331 million against DKK 289 million in 2006, an increase of 15%.

The increasing business volume and the positive growth in customer numbers are the main reason for the 19% increase in net interest.

Fees and commissions amounted to net DKK 92 million in 2007 against net DKK 83 million in 2006, an increase of 11%. This positive development is attributable primarily to the bank's initiatives within pension and asset management which, with the establishment of the bank's Private Banking department over three years ago, are now having an effect on the less volatile income.

Several areas of core expertise within Private Banking were implemented throughout the organisation during the latest two years as generalist knowledge among the bank's consultants, and this has supported the growth in the continuing pension deposits. Both payments into the bank's pension schemes and customer's transferring of their other pension arrangements to the bank are continuing at a healthy pace.

<b>Net fees and commissions were derived as follows:</b>	<b>1<sup>st</sup> half year 2007</b>	<b>1<sup>st</sup> half year 2006</b>	<b>Full year 2006</b>
Asset management	42 million	33 million	61 million
Securities trading	23 million	23 million	42 million
Guarantee commissions	14 million	12 million	26 million
Payment handling	8 million	7 million	15 million
Loan fees	2 million	3 million	6 million
Other fees and commissions	3 million	5 million	8 million
<b>Total</b>	<b>92 million</b>	<b>83 million</b>	<b>158 million</b>

### Value adjustments

Value adjustments to securities and foreign currency etc. provided a capital gain of DKK 13 million against last year's DKK 67 million.

<b>The capital gain spread:</b>	<b>1<sup>st</sup> half year 2007</b>	<b>1<sup>st</sup> half year 2006</b>
Listed shares	5.8 million	2.2 million
Listed share holding in Rella Holding	- 14.1 million	48.9 million
Interest-bearing claims and debts	- 0.7 million	- 3.5 million
Foreign exchange income (core earnings)	8.9 million	5.5 million
Sector shares (core earnings)	12.8 million	13.8 million
<b>Total</b>	<b>12.7 million</b>	<b>66.9 million</b>

The item “Foreign exchange income” is included in the core earnings as the profit derives exclusively from customer transactions, and the bank’s exposure is thus maintained at a low level.

The item “Sector shares” is also included in the core earnings as the ongoing value adjustment (growth in value in the companies) from DLR Kredit, BankInvest Holding, Sparinvest Holding, Egnsinvest Holding, Letpension, PBS Holding, Multidata Holding, VærdipapirCentralen, PRAS and Bankdata can be compared with the wholly-owned subsidiaries of major banks.

The bank’s historic shareholding in Rella Holding was listed on the stock exchange in the second quarter of 2006, whereby the book value increased from DKK 5 million to DKK 54 million. The value of the shareholding has fallen this year so that the book value is now DKK 31 million.

The portfolio of shares etc. amounted to DKK 283 million at the end of the half-year, DKK 73 million of which was in listed shares with DKK 210 million in sector shares etc. The bond portfolio amounted to DKK 388 million. The bank’s total interest risk is 0.7% and remains at a low level.

### **Costs**

Total costs including depreciation on tangible assets amounted to DKK 113 million against last year’s DKK 98 million, an increase of 16%.

The rate of costs is unchanged relative to last year at 33%. The rate of costs was computed without including the positive value adjustment of sector shares and the result for the portfolio.

### **Write-downs**

Write-downs on loans etc. were positive by DKK 18 million, while the item was positive by DKK 54 million in 2006.

In general the bank’s loans portfolio is very strong, and given the good economic conditions and a targeted focus, it was thus possible to reverse net DKK 18 million in write-downs on individual commitments.

The bank’s total account for write-downs and provisions amounted to DKK 285 million, equivalent to 1.6% of total loans, write-downs and guarantees. The portfolio of loans with suspended calculation of interest amounts to DKK 15 million, equivalent to 0.08% of the bank’s total loans, write-downs and guarantees.

## Core earnings

	30.6. 2007	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Core income	355	609	511	418	368	328	275	242	204	196	171
Total net costs	-113	-208	-190	-185	-163	-155	-133	-109	-99	-97	-87
<b>Cores earnings before write-downs</b>	<b>242</b>	<b>401</b>	<b>321</b>	<b>233</b>	<b>205</b>	<b>173</b>	<b>142</b>	<b>133</b>	<b>105</b>	<b>99</b>	<b>84</b>
Write-downs on loans	+19	+69	+5	+4	-10	+6	+6	0	-5	-9	-16
<b>Core earnings</b>	<b>261</b>	<b>470</b>	<b>326</b>	<b>237</b>	<b>195</b>	<b>179</b>	<b>148</b>	<b>133</b>	<b>100</b>	<b>90</b>	<b>68</b>
Result for portfolio	-10	+103	+35	+51	+107	+30	+7	+7	-7	-1	+14
Result before tax	251	573	361	288	302	209	155	140	93	89	82

The core earnings before write-downs increased from DKK 208 million in first half-year 2006 to DKK 242 million in 2007, an increase of 17%, which derives from the underlying positive development in the bank's business volume. Write-downs remain positive because of the good quality of the loans portfolio and the good economic conditions. Net DKK 18.4 million was reversed in the first half-year 2007.

## Result after tax

The result after tax was DKK 189 million after tax allocation of DKK 62 million. The result is equivalent to a 24% return on equity at the beginning of the year after allocation of dividend etc. The effective tax rate computed at 24.7%. The effective tax rate for the first half of 2007 is affected negatively by a once-only adjustment to the deferred tax assets in connection with the change in tax rate from 28% to 25%. An effective tax rate of approx. 24% is expected on an annual basis, primarily attributable to the tax-free value adjustments of sector shares.

## The balance sheet

The bank's balance sheet stood at DKK 17,834 million against last year's DKK 14,511 million, an increase of 23%. Deposits increased by 18% and amount to DKK 7,787 million. Loans increased by 24% to DKK 13,701 million. The guarantee portfolio was DKK 4,261 million at the end of the half-year against last year's DKK 4,314 million.

## Liquidity

The bank's liquidity is good, and the excess cover relative to the statutory requirement is 102%. Apart from the bank's natural liquidity, on-going long-term loans from a large number of foreign banks have been taken out to cover the bank's excess of loans over deposits. The bank also has confirmed credit facilities to the equivalent of DKK 1.3 billion. These are not normally used.

The bank was rated during the second quarter 2007 by Moody's Investors Service with the following result:

Financial Strength:	C+
Short-term Debt:	P-1
Long-term Debt:	A1

In future the rating will support a greater diversification of the bank's external funding in step with expansion of the bank's niche concepts.

### **Capital base 2007**

Equity at the end of 2006 amounted to DKK 1,711 million, from which dividends etc. of DKK 158 million were paid, while other items amounted to DKK plus 24 million. The profit for the half-year was DKK 189 million, after which equity totalled DKK 1,766 million at the end of the half-year.

The solvency ratio (including Tier 2 capital) was computed at 14.6% at the end of the first half of 2007, and the core capital ratio (including Tier 1 capital) was computed at 12.7%. As of 2007 the current income is included in the core capital.

It was decided at the bank's ordinary general meeting in February 2007 to cancel 40,000 own shares, equivalent to 0.8% of the share capital. The shares have been cancelled. The bank's share capital is now DKK 26.2 million in 5,240,000 shares with a face value of DKK 5.00.

The general meeting in February 2007 also authorised the bank to buy up to 200,000 own shares to be set aside for later cancellation. 50,000 shares have currently been set aside under this authorisation, leaving 5,190,000 shares with a face value of DKK 5.00 in circulation.

### **Accounting policies and key figures**

The bank's accounting policies are unchanged relative to the last financial year.

With effect from 2007, the bank computes core earnings instead of a result of actual banking operations. The principal difference between the two methods is that computation of the core earnings includes an internal funding interest on the bank's trading portfolio, while the actual return on the portfolio will enter into the result for the portfolio. As the difference between the two methods is only marginal, the comparative figures for the years 1997-2005 on page 5 have not been adjusted.

The Danish Financial Supervisory Authority's official key figures are stated on page 15.

### **Upward adjustment to expectations**

The bank's expectations for the core earnings for the year were in the range DKK 400-450 million in February 2007. On the basis of that the positive development in the first quarter 2007 has continued in the second quarter, these expectations have been now been revised upwards to the range DKK 450-500 million.

### **Financial calendar**

The financial calendar for the upcoming publications is as follows:

24 October 2007	Quarterly report for 1 <sup>st</sup> -3 <sup>rd</sup> quarter 2007
6 February 2008	Announcement of the annual accounts for 2007
27 February 2008	General meeting

## Profit and loss account

		1.1-30.6 2007 DKK 1,000	1.1-30.6 2006 DKK 1,000	1.1-31.12 2006 DKK 1,000
1	Interest receivable	473,392	321,154	705,949
2	Interest payable	245,679	130,305	309,366
	<b>Net income from interest</b>	<b>227,713</b>	<b>190,849</b>	<b>396,583</b>
	Interest-like commission income	8,687	10,235	19,963
	Dividend on capital shares etc.	2,288	4,433	4,596
3	Income from fees and commissions	111,035	99,999	188,587
3	Fees and commissions paid	18,956	16,773	30,464
	<b>Net income from interest and fees</b>	<b>330,767</b>	<b>288,743</b>	<b>579,265</b>
4	Value adjustments	+12,716	+66,894	+128,979
	Other operating income	2,405	2,657	4,717
5, 6	Staff and administration costs	112,024	96,540	204,038
	Amortisation, depreciation and write-downs on intangible and tangible assets	1,298	1,443	4,517
	Other operating costs	0	0	5
8	Write-downs on loans and debtors etc.	+18,494	+54,106	+69,027
	Result of capital shares	0	0	0
	<b>Profit before tax</b>	<b>251,060</b>	<b>314,417</b>	<b>573,428</b>
7	Tax	61,956	79,290	141,046
	<b>Profit after tax</b>	<b>189,104</b>	<b>235,127</b>	<b>432,382</b>

## Core earnings

		1.1-30.6 2007 DKK 1,000	1.1-30.6 2006 DKK 1,000	1.1-31.12 2006 DKK 1,000
	Net income from interest	229,410	188,656	392,288
	Interest-like commission income	8,687	10,235	19,963
	Net income from fees and provisions excl. commission	68,690	60,380	116,289
	Foreign exchange income	8,950	5,524	11,723
	Other operating income	2,405	2,657	4,717
	Income from sector shares	14,129	15,517	22,271
	<b>Total core income excl. trade income</b>	<b>332,271</b>	<b>282,969</b>	<b>567,251</b>
	Trade income	23,389	22,846	41,834
	<b>Total core income</b>	<b>355,660</b>	<b>305,815</b>	<b>609,085</b>
	Costs and depreciations	113,322	97,983	208,560
	<b>Total core earnings before write-downs on loans</b>	<b>242,338</b>	<b>207,832</b>	<b>400,525</b>
	Write-downs on loans and debtors etc.	+18,494	+54,106	+69,027
	<b>Core earnings</b>	<b>260,832</b>	<b>261,938</b>	<b>469,552</b>
	Result for portfolio	-9,772	+52,479	+73,047
	<b>Result before gain on Totalkredit and Sparinvest Holding</b>	<b>251,060</b>	<b>314,417</b>	<b>542,599</b>
	Gain on shares in Totalkredit and Sparinvest Holding	0	0	30,829
	<b>Profit before tax</b>	<b>251,060</b>	<b>314,417</b>	<b>573,428</b>
	Tax	61,956	79,290	141,046
	<b>Profit after tax</b>	<b>189,104</b>	<b>235,127</b>	<b>432,382</b>



## Balance sheet

Note		End June 2007 DKK 1,000	End June 2006 DKK 1,000	End Dec. 2006 DKK 1,000
	<b>Assets</b>			
	Cash in hand and claims at call on central banks	38,899	36,281	51,868
	Claims on credit institutions and deposits with central banks	3,240,374	2,437,854	3,287,875
8, 9	Loans and other debtors at amortised cost price	13,700,830	11,049,604	12,760,168
10	Bonds at current value	388,230	516,488	685,718
11	Shares etc.	282,648	299,745	280,829
	Capital shares in affiliated companies etc.	555	555	555
	Buildings and land total	64,527	61,319	62,101
	Investment properties	8,665	8,665	8,665
	Domicile properties	55,862	52,654	53,436
	Other tangible assets	3,757	2,790	4,042
	Actual tax assets	0	0	13,399
	Deferred tax assets	23,797	30,829	26,653
	Other assets	88,689	75,467	94,877
	Periodic-defined items	1,273	0	1,273
	<b>Total assets</b>	<b>17,833,579</b>	<b>14,510,932</b>	<b>17,269,358</b>
	<b>Liabilities and equity</b>			
	Debt to credit institutions and central banks	7,509,239	5,531,890	7,810,180
	Deposits and other debts	7,787,281	6,579,293	7,046,159
	Issued bonds at amortised cost price	4,703	1,088	2,955
	Actual tax liabilities	24,865	58,414	0
	Other liabilities	250,326	268,781	197,524
	Periodic-defined items	1,013	724	812
	<b>Total debt</b>	<b>15,577,427</b>	<b>12,440,190</b>	<b>15,057,630</b>
8	Provisions for pensions and similar liabilities	12,123	13,348	13,205
	Provisions for losses on guarantees	11,687	4,150	5,087
	Other provisions	0	616	3,358
	<b>Total provisions for liabilities</b>	<b>23,810</b>	<b>18,114</b>	<b>21,650</b>
	Subordinated loan capital	283,083	287,273	287,988
12	Hybrid core capital	183,647	189,030	191,300
	<b>Total subordinated debt</b>	<b>466,730</b>	<b>476,303</b>	<b>479,288</b>
13	Share capital	26,200	26,400	26,400
	Provisions for revaluation	0	0	0
	Reserve for net revaluation under the intrinsic value method	204	204	204
14	Proposed dividend etc.	0	0	158,700
14	Profit carried forward	1,739,208	1,549,721	1,525,486
	<b>Total shareholders' equity</b>	<b>1,765,612</b>	<b>1,576,325</b>	<b>1,710,790</b>
	<b>Total liabilities and equity</b>	<b>17,833,579</b>	<b>14,510,932</b>	<b>17,269,358</b>
16	Contingent liabilities			
17	Capital adequacy computation			



## Notes

Note		1.1-30.6 2007 DKK 1,000	1.1-30.6 2006 DKK 1,000	1.1-31.12 2006 DKK 1,000
<b>1</b>	<b>Interest receivable</b>			
	Claims on credit institutions and deposits with central banks	55,298	23,964	59,838
	Loans and other debtors	419,550	292,297	633,987
	Loans (interest concerning the written-down part of loans)	-9,977	-10,306	-20,559
	Bonds	8,820	11,802	26,184
	Total derivatives financial instruments	-299	3,397	6,060
	of which			
	Currency contracts	1,317	5,505	9,965
	Interest-rate contracts	-1,616	-2,108	-3,905
	Other	0	0	439
	<b>Total interest receivable</b>	<b>473,392</b>	<b>321,154</b>	<b>705,949</b>
<b>2</b>	<b>Interest payable</b>			
	Credit institutions and central banks	125,517	55,548	141,209
	Deposits and other debts	109,630	65,240	146,045
	Issued bonds	80	8	35
	Subordinated debt	10,452	9,509	21,012
	Other	0	0	1,065
	<b>Total interest payable</b>	<b>245,679</b>	<b>130,305</b>	<b>309,366</b>
<b>3</b>	<b>Gross income from fees and commissions</b>			
	Securities trading	33,621	31,954	57,362
	Asset management	44,329	35,951	65,303
	Payment handling	8,248	7,547	15,910
	Loan fees	3,481	4,215	8,151
	Guarantee commissions	13,439	11,874	26,027
	Other fees and commissions	7,917	8,458	15,834
	<b>Total gross income from fees and commissions</b>	<b>111,035</b>	<b>99,999</b>	<b>188,587</b>
	<b>Net income from fees and commissions</b>			
	Securities trading	23,389	22,846	41,834
	Asset management	41,513	33,503	60,950
	Payment handling	8,069	7,414	15,640
	Loan fees	2,327	3,123	5,832
	Guarantee commissions	13,439	11,874	26,029
	Other fees and commissions	3,342	4,466	7,838
	<b>Total net income from fees and commissions</b>	<b>92,079</b>	<b>83,226</b>	<b>158,123</b>

## Notes

Note		1.1-30.6 2007 DKK 1,000	1.1-30.6 2006 DKK 1,000	1.1-31.12 2006 DKK 1,000
<b>4</b>	<b>Value adjustments</b>			
	Loans and other debtors at current value	-1,841	-5,709	-6,169
	Bonds	-3,730	-12,339	-5,886
	Shares etc.	-8,352	51,129	61,076
	Shares in sector companies	12,814	13,780	20,534
	Shares in Totalkredit A/S and Sparinvest Holding A/S	0	0	30,829
	Foreign exchange income	8,950	5,524	11,723
	Total derivatives financial instruments	-7,684	-8,669	-3,864
	Other liabilities	12,559	23,178	20,736
	<b>Total value adjustments</b>	<b>12,716</b>	<b>66,894</b>	<b>128,979</b>
<b>5</b>	<b>Staff and administration costs</b>			
	Salaries and payments to management, board of directors and shareholders' committee			
	Management	2,628	2,470	5,200
	Board of directors	406	362	738
	Shareholders' committee	0	0	215
	Total	3,034	2,832	6,153
	Staff costs			
	Salaries	50,224	44,880	97,618
	Pensions	4,822	4,462	9,282
	Social security expenses	5,511	4,846	10,102
	Total	60,557	54,188	117,002
	Other administration costs	48,433	39,520	80,883
	<b>Total staff and administration costs</b>	<b>112,024</b>	<b>96,540</b>	<b>204,038</b>
<b>6</b>	<b>Number of employees</b>			
	Average number of employees during the financial year converted into full-time employees	<b>274.1</b>	<b>265.5</b>	<b>270.6</b>
<b>7</b>	<b>Tax</b>			
	Tax calculated on the period profit	59,100	83,100	128,279
	Adjustment on deferred tax	2,856	0	17,853
	Adjustment of tax calculated for previous years	0	-3,810	-5,086
	<b>Total tax</b>	<b>61,956</b>	<b>79,290</b>	<b>141,046</b>
	<b>Effective tax rate (percent)</b>			
	The current tax rate of the bank	25.0	28.0	28.0
	Adjustment of tax from tax free income and non deductible costs	-1.5	-1.6	-2.5
	Adjustment of tax calculated for previous years	0.0	-1.2	-0.9
	Adjustment concerning deferred tax due to change in tax rate	1.2	0.0	0.0
	<b>Total effective tax rate</b>	<b>24.7</b>	<b>25.2</b>	<b>24.6</b>

## Notes

Note		End June 2007 DKK 1,000	End June 2006 DKK 1,000	End Dec. 2006 DKK 1,000
<b>8</b>	<b>Write-downs on loans and other debtors and provisions for losses on guarantees</b>			
	<b>Individual write-downs</b>			
	Cumulative individual write-downs on loans and other debtors made in previous financial years	279,913	340,750	340,750
	Write-downs/value adjustments during the period	35,664	27,600	61,100
	Reverse entry - write-downs made in previous financial years	-49,925	-70,151	-110,203
	Booked losses covered by write-downs	-2,140	-1,599	-11,734
	<b>Cumulative individual write-downs on loans and other debtors on the balance sheet date</b>	<b>263,512</b>	<b>296,600</b>	<b>279,913</b>
	<b>Group write-downs</b>			
	Cumulative group write-downs on loans and other debtors at the end of the previous financial year	10,000	12,100	12,100
	Write-downs/value adjustments during the period	0	500	0
	Reverse entry - write-downs made in previous financial years	0	-500	-2,100
	<b>Cumulative group write-downs on loans and other debtors on the balance sheet date</b>	<b>10,000</b>	<b>12,100</b>	<b>10,000</b>
	<b>Total cumulative write-downs on loans and other debtors on the balance sheet date</b>	<b>273,512</b>	<b>308,700</b>	<b>289,913</b>
	<b>Provisions for losses on guarantees</b>			
	Cumulative individual provisions made in previous financial years	5,087	4,150	4,150
	Provisions/value adjustments during the period	6,907	0	1,387
	Reverse entry - provisions made in previous financial years	-187	0	-450
	Booked losses covered by provisions	-120	0	0
	<b>Cumulative individual provisions on the balance sheet date</b>	<b>11,687</b>	<b>4,150</b>	<b>5,087</b>
	<b>Total cumulative write-downs on loans and other debtors and provisions for losses on guarantees on the balance sheet date</b>	<b>285,199</b>	<b>312,850</b>	<b>295,000</b>
<b>9</b>	<b>Suspended calculation of interest</b>			
	Loans and debtors with suspended calculation of interest on the balance sheet date	15,011	34,411	20,578
<b>10</b>	<b>Bonds at current value</b>			
	Quoted on the stock exchange	388,230	516,488	685,718
	<b>Total bonds at current value</b>	<b>388,230</b>	<b>516,488</b>	<b>685,718</b>

## Notes

Note		End June 2007 DKK 1,000	End June 2006 DKK 1,000	End Dec. 2006 DKK 1,000
<b>11</b>	<b>Shares etc.</b>			
	Listed on Copenhagen Stock Exchange	72,014	125,760	97,105
	Listed on other stock exchanges	709	1,137	132
	Unlisted shares	10,422	804	540
	Sector shares	184,575	157,524	168,532
	Other holdings	14,928	14,520	14,520
	<b>Total shares etc.</b>	<b>282,648</b>	<b>299,745</b>	<b>280,829</b>
<b>12</b>	<b>Subordinated debt</b>			
	Subordinated loan capital:			
	Principal DKK 300 million, interest rate 3.995%, expiry 9.2.2014	298,816	298,530	298,816
	Value adjustment, subordinated loan capital	-15,733	-11,257	-10,828
	Hybrid core capital:			
	Principal DKK 200 million, interest rate 4.795%, indefinite term	198,870	198,614	198,870
	Value adjustment, hybrid core capital	-15,223	-9,584	-7,570
	<b>Total subordinated debt</b>	<b>466,730</b>	<b>476,303</b>	<b>479,288</b>
<b>13</b>	<b>Share capital</b>			
	Number of shares at DKK 5 each	5,240,000	5,280,000	5,280,000
	Including number of shares for later cancellation	50,000	0	0
	<b>Share capital</b>	<b>26,200</b>	<b>26,400</b>	<b>26,400</b>
<b>14</b>	<b>Profit carried forward</b>			
	<b>Profit carried forward beginning of period</b>	<b>1,684,186</b>	<b>1,487,969</b>	<b>1,487,969</b>
	Dividend etc. paid	-157,924	-142,286	-142,286
	<b>Profit carried forward beginning of period after dividend etc. paid</b>	<b>1,526,262</b>	<b>1,345,683</b>	<b>1,345,683</b>
	Purchase and sale of own shares in the period	23,642	-31,089	-93,807
	Other shareholders' equity items	200	0	-72
	Profit for the period	189,104	235,127	273,682
	Proposed dividend etc.	0	0	158,700
	<b>Profit carried forward end of period</b>	<b>1,739,208</b>	<b>1,549,721</b>	<b>1,684,186</b>
<b>15</b>	<b>Own capital shares</b>			
	Own capital shares included at	0	0	0
	The market value is	65,303	127,870	129,278
	Number of own shares			
	Beginning of period	119,702	112,084	112,084
	Net purchases and sales, including cancellation of own shares during the period	-56,607	33,223	7,618
	End of period	63,095	145,307	119,702
	including number of shares for later cancellation	50,000	0	0
	Nominal value of holding of own shares, end of period	315	727	599
	Own shares' proportion of share capital, end of period (%)	1.2	2.8	2.3

## Notes

Note	End June 2007 DKK 1,000	End June 2006 DKK 1,000	End Dec. 2006 DKK 1,000
<b>16</b>			
<b>Contingent liabilities</b>			
<b>Guarantees etc.</b>			
Finance guarantees	1,768,294	1,540,507	1,830,027
Guarantees for foreign loans	977,238	1,128,908	1,470,113
Guarantees against losses on mortgage credit loans	1,203,634	1,178,770	1,188,010
Registration and conversion guarantees	203,128	195,728	193,619
Other guarantees	108,409	269,753	121,850
<b>Total guarantees etc.</b>	<b>4,260,703</b>	<b>4,313,666</b>	<b>4,803,619</b>
<b>Other contingent liabilities</b>			
Other liabilities	3,995	3,695	3,695
<b>Total other contingent liabilities</b>	<b>3,995</b>	<b>3,695</b>	<b>3,695</b>
As security for clearing etc., the bank has mortgaged bonds from its total bond holding to the Danish National Bank to a total market price of	84,461	79,392	160,434
<b>17</b>			
<b>Capital adequacy computation</b>			
Total risk weighted assets	15,247,659	14,279,927	16,525,109
Computed under Danish Financial Supervisory Authority executive order:			
Core capital after deduction including the result of the period	1,741,817	1,545,496	1,525,437
Hybrid core capital	200,000	200,000	200,000
Core capital after deduction including hybrid core capital	1,941,817	1,745,496	1,725,437
Subordinated loan capital	300,000	300,000	300,000
Deduction from/supplement to capital base	-21,739	0	0
Capital base after deduction	2,220,078	2,045,496	2,025,437
Core capital ratio excluding hybrid core capital	11.4%	10.8%	9.2%
Core capital ratio	12.7%	12.2%	10.4%
Solvency ratio	14.6%	14.3%	12.3%
<b>18</b>			
<b>Miscellaneous comments on:</b>			
<b>Main and key figures for the bank and key figures per DKK 5 share - page 2</b>			
<ul style="list-style-type: none"> <li>The capital base is computed as the equity at the end of the period including proposed dividend etc. plus the book value of subordinated debt.</li> <li>Return on equity at the beginning of the period before and after tax are both computed after allocation of dividend etc.</li> <li>Key figures per DKK 5 share for 2007 are calculated on the basis of 5,190,000 shares.</li> </ul>			
<b>Core earnings – page 5</b>			
<ul style="list-style-type: none"> <li>The comparative figures for the years 1997-2005 have not been adjusted for the change from actual banking operations to core earnings.</li> </ul>			

## Five year main figures summary

	1 <sup>st</sup> half 2007	1 <sup>st</sup> half 2006	1 <sup>st</sup> half 2005	1 <sup>st</sup> half 2005	1 <sup>st</sup> half 2004
<b>Profit and loss account summary (million DKK)</b>					
Net income from interest	228	191	163	146	130
Dividend on capital shares	2	4	4	4	6
Net income from fees and commissions etc.	101	94	72	52	42
<b>Net income from interest and fees</b>	<b>331</b>	<b>289</b>	<b>239</b>	<b>202</b>	<b>178</b>
Value adjustments	13	67	37	17	29
Other ordinary income	2	2	1	1	3
Staff and administration costs	112	97	91	83	79
Operating depreciations	1	1	1	2	2
Write-downs on loans etc.	+18	+54	+1	0	-7
<b>Profit before tax</b>	<b>251</b>	<b>314</b>	<b>186</b>	<b>135</b>	<b>122</b>
Tax	62	79	52	39	37
<b>Profit after tax</b>	<b>189</b>	<b>235</b>	<b>134</b>	<b>96</b>	<b>85</b>
<b>Main figures from the balance sheet (million DKK)</b>					
Loans and other debtors	13,701	11,050	8,283	6,122	4,677
Deposits and other debts	7,787	6,579	6,129	4,815	4,102
Subordinated debt	467	476	204	0	0
Equity	1,766	1,576	1,375	1,228	1,054
Balance sheet total	17,834	14,511	11,510	8,281	6,718

## Five year key figures summary

	1 <sup>st</sup> half 2007	1 <sup>st</sup> half 2006	1 <sup>st</sup> half 2005	1 <sup>st</sup> half 2005	1 <sup>st</sup> half 2004
<b>Key figures for the Ringkjøbing Landbobank share DKK per share @ DKK 5 *)</b>					
Cores earnings	50.3	49.6	30.2	23.7	18.9
Half year result before tax	48.4	59.5	35.3	25.5	22.5
Half year result after tax	36.4	44.5	25.3	18.1	15.7
Price, end of period	1,035.0	880.0	712.5	452.5	296.1
Net asset value	340.2	298.5	260.5	232.6	199.6
Share price/net asset value	3.0	2.9	2.7	1.9	1.5
*) First half-year 2007 is calculated on the basis of 5,190,000 shares.					
<b>Key figures for the bank</b>					
Solvency ratio	14.6	12.7	11.9	11.7	13.4
Core capital ratio	12.7	10.6	12.1	12.3	14.1
Pre-tax return on equity for the half year	14.4	20.3	14.3	11.4	11.7
After tax return on equity for the half year	10.9	15.2	10.2	8.2	8.1
Income/cost ratio	3.65	8.17	3.05	2.58	2.39
Interest risk	0.7	1.5	2.5	2.1	2.8
Foreign exchange position	2.7	2.5	1.0	2.4	0.7
Foreign exchange risk	0.0	0.0	0.0	0.0	0.0
Excess cover relative to statutory liquidity re- quirements	101.7	123.0	91.4	86.1	132.6
Total large exposures	77.0	79.1	105.1	143.9	68.1
Acc. write-down ratio	1.6	2.0	2.8	4.0	4.9
Write-down ratio for the half year	0.0	-0.3	0.0	0.0	0.1
Loan growth for the half year	7.4	10.2	15.0	17.5	2.4
Loans relative to equity	7.8	7.0	6.0	4.9	4.4
Loans + write-downs on this relative to de- posits	179.5	172.6	141.2	135.4	123.7



## Management's Statement

The board of directors and the board of managers have today approved the interim report of Ringkjøbing Landbobank for the period 1 January - 30 June 2007.

The interim report is prepared in accordance with the provisions of the Danish Financial Business Act and additional Danish requirements placed on listed financial companies regarding disclosure.

We consider the accounting policies to be appropriate and the estimates which have been made to be responsible, so that the interim report provides a true and fair picture of the bank's assets, liabilities and financial position as of 30 June 2007 and of the result of the bank's activities for the period 1 January - 30 June 2007. We also believe that the management report provides a true and fair review of developments in the bank's activities and financial circumstances, and a description of the most significant risks and uncertainties which could affect the bank.

The interim report has not been audited or reviewed, but the external auditor has ensured that the terms for ongoing inclusion of the period's earnings in the core capital have been complied with.

Ringkjøbing, 8 August 2007

### Board of managers:

**Bent Naur**  
Executive General Manager

**John Fisker**  
General Manager

### Board of directors:

**Jens Lykke Kjeldsen**  
Chairman

**Gravers Kjærgaard**  
Deputy chairman

**Gert Asmussen**

**Keld Hansen**

**Bo Bennedsgård**  
Employee Representative

**Søren Nielsen**  
Employee Representative