

NASDAQ Copenhagen  
London Stock Exchange  
Other partners

21 October 2015

## Ringkjøbing Landbobank's quarterly report, 1<sup>st</sup>-3<sup>rd</sup> quarter of 2015 - Large increase in customer numbers and more precise expectations

The core earnings for the first three quarters of the year were DKK 445 million against DKK 398 million in 2014, an increase of 12%. The profit before tax was DKK 446 million, representing a return of 20% p.a. on equity at the beginning of the period, which is considered highly satisfactory.

(Million DKK)	1 <sup>st</sup> -3 <sup>rd</sup> 2015	1 <sup>st</sup> -3 <sup>rd</sup> 2014	2014	2013	2012	2011
Total core income	710	670	907	844	823	767
Total costs and depreciations	-221	-209	-298	-273	-265	-248
<b>Core earnings before impairments</b>	<b>489</b>	<b>461</b>	<b>609</b>	<b>571</b>	<b>558</b>	<b>519</b>
Impairment charges for loans etc.	-44	-63	-87	-120	-157	-129
<b>Core earnings</b>	<b>445</b>	<b>398</b>	<b>522</b>	<b>451</b>	<b>401</b>	<b>390</b>
Result for portfolio	+1	+56	+65	+23	+49	+1
Expenses for bank packages	0	0	0	-2	-2	-11
<b>Profit before tax</b>	<b>446</b>	<b>454</b>	<b>587</b>	<b>472</b>	<b>448</b>	<b>380</b>

### Three quarters - highlights:

- Increase in core earnings from DKK 398 million in 2014 to DKK 445 million in 2015 - a 12% increase
- The profit before tax was DKK 446 million, equivalent to a return of 20% p.a. on equity at the beginning of the period
- Increase of 5% in the bank's loans and 7% increase in deposits
- Highly satisfactory number of new customers in both the branch network and niche concepts resulting in the best ever net increase in customer numbers
- More precise expectations of core earnings for all of 2015 in the upper part of the upwardly adjusted range of DKK 500 - 575 million.

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

Yours sincerely,

**Ringkjøbing Landbobank**

John Fisker

Jørn Nielsen

**Ringkjøbing Landbobank A/S**

Torvet 1 • DK-6950 Ringkjøbing • Tel. +45 9732 1166 • Fax +45 7624 4913 • CVR-no. 37536814 • post@landbobanken.dk  
www.landbobanken.com

## Management report

### Core income

Net interest income was DKK 475 million in the first three quarters of the year, unchanged relative to 2014. The unchanged figure should be compared to a 5% increase in lending. The net interest income was thus influenced by a falling interest margin, which reflects the competition in the sector and the net interest income was also affected by the low level of interest rates.

Fees, commissions and foreign exchange income amounted to net DKK 204 million in the first three quarters of 2015 against net DKK 170 million in 2014, an increase of 20%. The increase is attributable inter alia to strengthened earnings from securities trading and custody accounts as a result of greater trading activity and from asset management as a result of increasing volumes, and the conversion activity within mortgage loans also had a positive effect on earnings in 2015.

The total core income in the first three quarters of the year increased from DKK 670 million in 2014 to DKK 710 million in 2015. The total core income thus increased by 6%.

### Costs and depreciations

Total costs including depreciations on tangible assets were DKK 221 million in the first three quarters of 2015 against DKK 209 million last year, an increase of 6%.

The rate of costs was computed at 31.2%, which is marginally higher than in 2014 when it was 31.1%. The rate of costs is still the lowest in the country and the low rate means great stability in the bank's results.

### Impairment charges for loans

Impairment charges for loans were DKK 44 million against DKK 63 million in 2014, which is equivalent to 0.3% p.a. of the total average loans, impairment charges, guarantees and provisions, against 0.5% p.a. in the first three quarters of 2014.

The bank's total account for impairment charges and provisions amounted to DKK 991 million at the end of the quarter, equivalent to 5.1% of total loans and guarantees. Actual losses and write-offs on loans etc. continue to be very low, and they were exceeded during the period by the items "Interest on the impaired part of loans" and "Receivables previously written off", such that the total account for impairment charges and provisions increased by net DKK 59 million during the first three quarters of the year.

The portfolio of loans with suspended calculation of interest amounted to DKK 61 million, equivalent to 0.3% of the bank's total loans and guarantees at the end of September 2015.

The total impairment charges for all of 2015 are expected to show a falling trend relative to the total impairment charges for 2014.

## Core earnings

(Million DKK)	1 <sup>st</sup> -3 <sup>rd</sup>	1 <sup>st</sup> -3 <sup>rd</sup>	2014	2013	2012	2011
	2015	2014				
Total core income	710	670	907	844	823	767
Total costs and depreciations	-221	-209	-298	-273	-265	-248
<b>Core earnings before impairments</b>	<b>489</b>	<b>461</b>	<b>609</b>	<b>571</b>	<b>558</b>	<b>519</b>
Impairment charges for loans etc.	-44	-63	-87	-120	-157	-129
<b>Core earnings</b>	<b>445</b>	<b>398</b>	<b>522</b>	<b>451</b>	<b>401</b>	<b>390</b>

The first three quarters' core earnings of DKK 445 million are the best ever for the first three quarters in the bank's history and constitute a 12% increase relative to last year's DKK 398 million.

## Result for portfolio and market risk

The result for portfolio for the first three quarters of 2015 was positive by DKK 1 million including funding costs for the portfolio. Seen in isolation, the result for portfolio for the third quarter was DKK -14 million due to the increase in the short-term rates in the quarter.

The bank's holding of shares etc. at the end of September amounted to DKK 297 million, DKK 45 million of which was in listed shares etc. while DKK 252 million was in sector shares etc. The bond portfolio amounted to DKK 3,470 million, and the majority of the portfolio consists of AAA-rated Danish mortgage credit bonds.

The total interest risk - calculated as the impact on the profit of a 1% point change in the interest rate - is 1.5% of the bank's Tier 1 capital at the end of September 2015.

The bank's total market risk within exposures to interest rate risk, listed shares and foreign currency remains at a moderate level. The bank's risk of losses calculated on the basis of a Value-at-risk model (computed with a 10-day horizon and 99% probability) was as follows in the first three quarters of 2015:

	Risk in DKK million	Risk relative to equity end of 3 <sup>rd</sup> quarter 2015 in %
Highest risk of loss:	25.8	0.80%
Lowest risk of loss:	5.2	0.16%
Average risk of loss:	16.2	0.50%

The bank's policy remains to keep the market risk at a moderate level.

## Profit after tax

The profit after tax was DKK 347 million for the first three quarters of 2015 against DKK 346 million last year.

The profit after tax is equivalent to a return on equity at the beginning of the period of 16% p.a. after payment of dividend.

## Balance sheet

The bank's balance sheet at the end of the third quarter of 2015 stood at DKK 20,823 million against last year's DKK 20,330 million.

Deposits increased by 7% from DKK 14,231 million at the end of September 2014 to DKK 15,187 million at the end of September 2015.

The bank's loans increased by 5% from DKK 14,966 million at the end of September 2014 to DKK 15,670 million at the end of September 2015. The growth in the bank's loans is broadly based on sectors with underlying growth in new customers from both the branch network and the bank's niche concepts.

The bank's portfolio of guarantees at the end of the quarter was DKK 2,717 million against DKK 1,536 million at the end of the third quarter of 2014.

## Liquidity

The bank's liquidity is good, and the excess liquidity relative to the statutory requirement for liquidity is 113%. The bank's short-term funding with term to maturity of less than 12 months amounted to DKK 0.8 billion, balanced by DKK 4.3 billion in short-term money market placings and liquid securities. The bank is thus not dependent on the short-term money market.

The bank's loans portfolio at the end of September 2015 is more than fully financed by the bank's deposits and equity. In addition, part of the loans portfolio for wind turbines in Germany is refinanced back-to-back with KfW Bankengruppe, and DKK 1,078 million can thus be disregarded in terms of liquidity.

The bank requires no financing for the coming year to meet the minimum requirement that it must always be able to manage for up to 12 months without access to the financial markets.

New liquidity regulations came into force with effect from 1 October 2015, viz. the so-called LCR (Liquidity Coverage Ratio) key figure. The key figure will show the ability of banks to honour their payment obligations for a 30-day period without access to market funds, and the key figure will subsequently replace the current Section 152 liquidity key figure. The LCR key figure is computed as the ratio of the bank's cash and cash equivalents/liquid assets to its payment obligations for the next 30 days as computed in accordance with specific rules.

Non-SIFI banks must have a cover of minimum 60% on 1 October 2015, gradually increasing by 10% on 1 January 2016 and 1 January 2017 and by 20% on 1 January 2018 such that the key figure must be minimum 100% on 1 January 2018. SIFI banks must have a cover of 100% as early as 1 October 2015.

Ringkjøbing Landbobank wishes to follow the rules applying to SIFI banks and it is thus the bank's target that the LCR key figure should be 100% from 1 October 2015.

On 30 September 2015 the bank's LCR key figure was 150% and the bank thus meets the target.

## Share buy-back programme

The annual general meeting in February 2015 authorised the bank to buy shares for up to DKK 145 million for cancellation at a future general meeting.

Shares were reserved as follows on 20 October 2015:

	Number of shares	Average buying price - in DKK 1,000	Transaction value - in DKK 1,000
Reserved as of 11 March 2015	30,000	1,262.09	37,863
Reserved as of 3 June 2015	20,000	1,507.92	30,158
Reserved as of 16 September 2015	24,000	1,509.27	36,222
<b>Total as of 20 October 2015</b>	<b>74,000</b>		<b>104,243</b>

DKK 41 million now remain under the share buy-back programme.

The total portfolio of own shares was 74,983 at the end of September 2015.

## Capital

The equity at the beginning of 2015 was DKK 3,099 million. To this must be added the profit for the period, while the dividend paid and the value of the own shares bought must be subtracted, after which the equity at the end of the quarter was DKK 3,222 million.

The bank's total capital ratio was computed at 19.2% at the end of the third quarter of 2015, and the Tier 1 capital ratio was computed at 17.4%.

Capital ratios	3 <sup>rd</sup> qtr.	3 <sup>rd</sup> qtr.	2014	2013	2012	2011
	2015	2014				
Common Equity Tier 1 capital ratio (%)	17.4	18.4	17.5	18.7	19.6	18.3
Tier 1 capital ratio (%)	17.4	18.6	17.5	19.2	20.9	19.8
<b>Total capital ratio (%)</b>	<b>19.2</b>	<b>18.6</b>	<b>17.5</b>	<b>20.0</b>	<b>22.4</b>	<b>21.4</b>
Individual solvency requirement (%)	8.9	8.7	8.9	8.9	8.0	8.0

In 2015 the bank redeemed previously issued additional Tier 1 capital and Tier 2 capital because these items could no longer be fully included in the bank's capital base due to the phasing-out rules of the CRD IV provisions. The additional Tier 1 capital of nom. DKK 200 million issued in 2005 was consequently redeemed in March 2015, and early redemption of the Tier 2 capital of nom. EUR 27 million issued in 2008 was made in June 2015. In May 2015 the bank issued Tier 2 capital of EUR 50 million in replacement of the redeemed capital.

In addition to the above, the capital statement is also influenced by the fact that the DKK 145 million share buy-back programme is deducted in full from the capital, while DKK 104 million had been utilised at the end of September 2015.

The bank calculates the individual solvency requirement on the basis of the so-called 8+ model. The calculation method is based on 8% plus any supplements calculated inter alia for customers with financial problems. The 8+ model thus takes no account of the bank's earnings and cost base or its robust business model. Despite this, the bank's individual solvency requirement at the end of September 2015 was calculated at 8.9% - unchanged relative to the end of 2014.

### **Record increase in customer numbers**

The bank carried out a large number of outreach initiatives towards both existing and new customers in 2014, including opening a Private Banking branch in Aarhus on 1 April 2014 and upgrading the bank's Private Banking branch in Holte. Other outreach initiatives were also carried out within both the other niche products and the branch network in central and western Jutland.

The outreach activities are being maintained in 2015 and they contributed to a net increase in customer numbers in the period 1 January to 30 September 2015, which is the greatest net increase ever recorded for the first three quarters of a year measured on the contribution margin. The increase in customer numbers is broadly based and relates to new customers in both the branch network and niche concepts, and the loss of customers was at a low level.

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

The accounting policies are unchanged relative to those in the submitted and audited 2014 annual report.

### **More precise earnings expectations for 2015**

The bank's expectations for core earnings were adjusted upward to the DKK 500 - 575 million range at the publication of the interim report for 2015. Given the core earnings for the first three quarters of 2015 of DKK 445 million, the expectations for core earnings for all of 2015 are stated more precisely at the upper part of the upwardly adjusted range.

#### **Disclaimer:**

"This document is a translation of a Danish original document. The original text shall be the governing text for all purposes and in case of any discrepancies the Danish wording shall be applicable."

## Main and key figures

	1 <sup>st</sup> -3 <sup>rd</sup> qtr. 2015	1 <sup>st</sup> -3 <sup>rd</sup> qtr. 2014	Full year 2014
<b>Main figures for the bank (million DKK)</b>			
Total core income	710	670	907
Total costs and depreciations	-221	-209	-298
<b>Core earnings before impairments</b>	<b>489</b>	<b>461</b>	<b>609</b>
Impairment charges for loans etc.	-44	-63	-87
<b>Core earnings</b>	<b>445</b>	<b>398</b>	<b>522</b>
Result for portfolio	+1	+56	+65
<b>Profit before tax</b>	<b>446</b>	<b>454</b>	<b>587</b>
<b>Profit after tax</b>	<b>347</b>	<b>346</b>	<b>446</b>
Shareholders' equity	3,222	3,040	3,099
Deposits	15,187	14,231	15,450
Loans	15,670	14,966	15,507
Balance sheet total	20,823	20,330	21,238
Guarantees	2,717	1,536	2,218
<b>Key figures for the bank (per cent)</b>			
Return on equity before tax, beginning of year, p.a.	20.0	21.8	21.1
Return on equity after tax, beginning of year, p.a.	15.5	16.6	16.0
Rate of costs	31.2	31.1	32.8
Common Equity Tier 1 capital ratio	17.4	18.4	17.5
Tier 1 capital ratio	17.4	18.6	17.5
Total capital ratio	19.2	18.6	17.5
Individual solvency requirement	8.9	8.7	8.9
<b>Key figures per 5 DKK share (DKK)</b>			
Core earnings	95	83	112
Profit before tax	95	95	126
Profit after tax	74	72	95
Net asset value	690	636	664
Price, end of period	1,487	1,143	1,152
Dividend	-	-	26



## Profit and loss account

Note		1.1-30.9 2015 DKK 1,000	1.1-30.9 2014 DKK 1,000	1.1-31.12 2014 DKK 1,000
1	Interest receivable	551,166	593,040	787,924
2	Interest payable	70,637	106,188	139,253
	<b>Net income from interest</b>	<b>480,529</b>	<b>486,852</b>	<b>648,671</b>
3	Dividend on capital shares etc.	13,010	7,897	7,897
4	Income from fees and commissions	219,094	183,060	261,082
4	Fees and commissions paid	26,113	23,281	31,701
	<b>Net income from interest and fees</b>	<b>686,520</b>	<b>654,528</b>	<b>885,949</b>
5	Value adjustments	+21,220	+69,341	+82,293
	Other operating income	3,194	2,827	4,001
6,7	Staff and administration costs	204,085	192,140	270,532
	Amortisations, depreciations and write-downs on intangible and tangible assets	2,891	5,204	12,192
	Other operating costs			
	Miscellaneous other operating costs	0	167	268
	Costs Deposit Guarantee Fund etc.	14,215	11,314	15,041
8	Impairment charges for loans and other debtors etc.	-44,104	-63,383	-87,186
	Result of capital shares in associated companies	0	0	-11
	<b>Profit before tax</b>	<b>445,639</b>	<b>454,488</b>	<b>587,013</b>
9	Tax	98,725	108,325	141,152
	<b>Profit after tax</b>	<b>346,914</b>	<b>346,163</b>	<b>445,861</b>
	Other comprehensive income	0	0	0
	<b>Total comprehensive income</b>	<b>346,914</b>	<b>346,163</b>	<b>445,861</b>

## Core earnings

		1.1-30.9 2015 DKK 1,000	1.1-30.9 2014 DKK 1,000	1.1-31.12 2014 DKK 1,000
	Net income from interest	474,695	474,556	634,681
	Net income from fees and provisions excl. commission	156,815	133,490	192,941
	Income from sector shares	27,860	22,189	25,576
	Foreign exchange income	11,206	10,675	13,489
	Other operating income	3,194	2,827	4,001
	<b>Total core income excl. trade income</b>	<b>673,770</b>	<b>643,737</b>	<b>870,688</b>
	Trade income	36,166	26,289	36,440
	<b>Total core income</b>	<b>709,936</b>	<b>670,026</b>	<b>907,128</b>
	Staff and administration costs	204,085	192,140	270,532
	Amortisations, depreciations and write-downs on intangible and tangible assets	2,891	5,204	12,192
	Other operating costs	14,215	11,349	15,177
	Total costs etc.	221,191	208,693	297,901
	<b>Core earnings before impairments</b>	<b>488,745</b>	<b>461,333</b>	<b>609,227</b>
	Impairment charges for loans and other debtors etc.	-44,104	-63,383	-87,186
	<b>Core earnings</b>	<b>444,641</b>	<b>397,950</b>	<b>522,041</b>
	Result for portfolio	+998	+56,670	+65,104
	Expenses for bank packages	0	132	132
	<b>Profit before tax</b>	<b>445,639</b>	<b>454,488</b>	<b>587,013</b>
	Tax	98,725	108,325	141,152
	<b>Profit after tax</b>	<b>346,914</b>	<b>346,163</b>	<b>445,861</b>



## Balance sheet

Note		End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
<b>Assets</b>				
<b>10</b>	Cash in hand and claims at call on central banks	374,346	63,751	190,873
	Claims on credit institutions and central banks	497,654	356,679	180,490
	Claims at notice on central banks	156,146	0	0
	Money market operations and bilateral loans - term to maturity under 1 year	221,508	233,798	60,490
	Bilateral loans - term to maturity over 1 year	120,000	122,881	120,000
<b>11,12,13</b>	Loans and other debtors at amortised cost price	15,670,049	14,965,754	15,507,134
	Loans and other debtors at amortised cost price	14,305,973	13,543,543	13,842,752
	Wind turbine loans with direct funding	1,077,515	1,097,407	1,081,240
	Reverse transactions	286,561	324,804	583,142
<b>14</b>	Bonds at current value	3,470,255	4,422,010	4,659,495
<b>15</b>	Shares etc.	297,119	201,839	283,047
	Capital shares in associated companies	530	540	530
	Land and buildings total	65,892	72,156	66,401
	Investment properties	6,056	8,015	6,056
	Domicile properties	59,836	64,141	60,345
	Other tangible assets	5,068	4,015	4,666
	Actual tax assets	194,166	0	87,779
	Temporary assets	6,200	1,000	997
	Other assets	235,034	236,190	248,863
	Periodic-defined items	6,558	5,692	7,633
	<b>Total assets</b>	<b>20,822,871</b>	<b>20,329,626</b>	<b>21,237,908</b>

## Balance sheet

Note		End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
	<b>Liabilities and equity</b>			
16	Debt to credit institutions and central banks	1,672,400	2,167,662	1,911,215
	Money market operations and bilateral credits - term to maturity under 1 year	538,937	938,001	697,712
	Bilateral credits - term to maturity over 1 year	55,948	132,254	132,263
	Bilateral credits from KfW Bankengruppe	1,077,515	1,097,407	1,081,240
17	Deposits and other debts	15,187,377	14,230,772	15,450,273
18	Issued bonds at amortised cost price	149,196	245,897	236,238
	Actual tax liabilities	0	59,588	0
	Other liabilities	199,459	200,952	156,231
	Periodic-defined items	1,127	146	1,205
	<b>Total debt</b>	<b>17,209,559</b>	<b>16,905,017</b>	<b>17,755,162</b>
	Provisions for deferred tax	14,476	13,188	14,476
12	Provisions for losses on guarantees	4,421	4,711	3,995
	<b>Total provisions for liabilities</b>	<b>18,897</b>	<b>17,899</b>	<b>18,471</b>
	Tier 2 capital	371,952	199,711	200,216
	Additional Tier 1 capital	0	166,896	165,451
19	<b>Total subordinated debt</b>	<b>371,952</b>	<b>366,607</b>	<b>365,667</b>
20	Share capital	23,350	23,900	23,900
	Reserve for net revaluation under the intrinsic value method	178	189	178
	Profit carried forward	3,198,935	3,016,014	2,949,750
	Proposed dividend etc.	-	-	124,780
	<b>Total shareholders' equity</b>	<b>3,222,463</b>	<b>3,040,103</b>	<b>3,098,608</b>
	<b>Total liabilities and equity</b>	<b>20,822,871</b>	<b>20,329,626</b>	<b>21,237,908</b>
21	Own capital share			
22	Contingent liabilities etc.			
23	Assets furnished as security			
24	Capital statement			
25	The supervisory diamond			
26	Miscellaneous comments			

## Statement of shareholders' equity

DKK 1,000	Share capital	Reserve for net revaluation under the intrinsic value method	Profit carried forward	Proposed dividend etc.	Total shareholders' equity
<b>On 30 September 2015:</b>					
Shareholders' equity at the end of the previous financial year	23,900	178	2,949,750	124,780	3,098,608
Reduction of share capital	-550		550		0
Dividend etc. paid				-124,780	-124,780
Dividend received on own shares			3,385		3,385
<b>Shareholders' equity after allocation of dividend etc.</b>	<b>23,350</b>	<b>178</b>	<b>2,953,685</b>	<b>0</b>	<b>2,977,213</b>
Purchase and sale of own shares			-101,664		-101,664
Total comprehensive income			346,914		346,914
<b>Shareholders' equity on the balance sheet date</b>	<b>23,350</b>	<b>178</b>	<b>3,198,935</b>	<b>0</b>	<b>3,222,463</b>

<b>On 30 September 2014:</b>					
Shareholders' equity at the end of the previous financial year	24,200	189	2,755,211	121,500	2,901,100
Reduction of share capital	-300		300		0
Dividend etc. paid				-121,500	-121,500
Dividend received on own shares			2,022		2,022
<b>Shareholders' equity after allocation of dividend etc.</b>	<b>23,900</b>	<b>189</b>	<b>2,757,533</b>	<b>0</b>	<b>2,781,622</b>
Purchase and sale of own shares			-87,682		-87,682
Total comprehensive income			346,163		346,163
<b>Shareholders' equity on the balance sheet date</b>	<b>23,900</b>	<b>189</b>	<b>3,016,014</b>	<b>0</b>	<b>3,040,103</b>

<b>On 31 December 2014:</b>					
Shareholders' equity at the end of the previous financial year	24,200	189	2,755,211	121,500	2,901,100
Reduction of share capital	-300		300		0
Dividend etc. paid				-121,500	-121,500
Dividend received on own shares			2,022		2,022
<b>Shareholders' equity after allocation of dividend etc.</b>	<b>23,900</b>	<b>189</b>	<b>2,757,533</b>	<b>0</b>	<b>2,781,622</b>
Purchase and sale of own shares			-128,875		-128,875
Total comprehensive income		-11	321,092	124,780	445,861
<b>Shareholders' equity on the balance sheet date</b>	<b>23,900</b>	<b>178</b>	<b>2,949,750</b>	<b>124,780</b>	<b>3,098,608</b>

## Notes

Note	1.1-30.9 2015 DKK 1,000	1.1-30.9 2014 DKK 1,000	1.1-31.12 2014 DKK 1,000
<b>1 Interest receivable</b>			
Claims on credit institutions and central banks	8,452	13,352	16,750
Loans and other debtors	522,361	554,183	740,222
Loans - interest concerning the impaired part of loans	-29,278	-33,384	-44,221
Reverse loans	4,885	0	-3,457
Bonds	45,332	70,177	90,054
Total derivatives financial instruments, of which	1,946	-12,061	-12,550
Currency contracts	1,348	-153	193
Interest-rate contracts	598	-11,908	-12,743
Other interest receivable	-2,532	773	1,126
<b>Total interest receivable</b>	<b>551,166</b>	<b>593,040</b>	<b>787,924</b>
<b>2 Interest payable</b>			
Credit institutions and central banks	18,237	20,108	26,425
Deposits and other debts	41,847	71,022	92,049
Repo deposits	66	0	0
Issued bonds	3,572	5,686	7,207
Subordinated debt	6,909	9,363	13,023
Other interest payable	6	9	549
<b>Total interest payable</b>	<b>70,637</b>	<b>106,188</b>	<b>139,253</b>
<b>3 Dividend from shares etc.</b>			
Shares	13,010	7,897	7,897
<b>Total dividend from shares etc.</b>	<b>13,010</b>	<b>7,897</b>	<b>7,897</b>
<b>4 Gross income from fees and commissions</b>			
Securities trading and custody accounts	44,314	32,698	45,378
Asset management	73,713	64,716	96,994
Payment handling	19,685	17,784	23,883
Loan fees	13,036	5,118	11,851
Guarantee commissions	42,364	39,687	51,891
Other fees and commissions	25,982	23,057	31,085
<b>Total gross income from fees and commissions</b>	<b>219,094</b>	<b>183,060</b>	<b>261,082</b>
<b>Net income from fees and commissions</b>			
Securities trading and custody accounts	36,166	26,289	36,440
Asset management	69,033	60,741	91,443
Payment handling	16,705	15,565	20,849
Loan fees	10,970	3,722	9,723
Guarantee commissions	42,364	39,687	51,891
Other fees and commissions	17,743	13,775	19,035
<b>Total net income from fees and commissions</b>	<b>192,981</b>	<b>159,779</b>	<b>229,381</b>
Foreign exchange income	11,206	10,675	13,489
<b>Total net income from fees, commissions and foreign exchange income</b>	<b>204,187</b>	<b>170,454</b>	<b>242,870</b>

## Notes

Note		1.1-30.9 2015 DKK 1,000	1.1-30.9 2014 DKK 1,000	1.1-31.12 2014 DKK 1,000
<b>5</b>	<b>Value adjustments</b>			
	Loans and other debtors, current value adjustment	4,217	8,693	11,129
	Bonds	-30,990	28,839	21,779
	Shares etc.	27,324	21,500	23,594
	Foreign exchange income	11,206	10,675	13,489
	Total derivatives financial instruments, of which	9,463	-7,322	3,482
	Interest-rate contracts	8,453	-7,863	2,543
	Share contracts	1,010	541	939
	Issued bonds	0	2,987	3,295
	Other liabilities	0	3,969	5,525
	<b>Total value adjustments</b>	<b>21,220</b>	<b>69,341</b>	<b>82,293</b>
<b>6</b>	<b>Staff and administration costs</b>			
	Payments to general management, board of directors and shareholders' committee			
	General management	3,418	3,025	4,031
	Board of directors	789	696	1,392
	Shareholders' committee	0	0	393
	Total	4,207	3,721	5,816
	Staff costs			
	Salaries	96,592	90,003	124,634
	Pensions	9,886	9,539	12,749
	Social security expenses	676	674	905
	Costs depending on number of staff	14,398	12,427	17,826
	Total	121,552	112,643	156,114
	Other administration costs	78,326	75,776	108,602
	<b>Total staff and administration costs</b>	<b>204,085</b>	<b>192,140</b>	<b>270,532</b>
<b>7</b>	<b>Number of full-time employees</b>			
	Average number of employees during the period converted into full-time employees	<b>266</b>	<b>257</b>	<b>257</b>
<b>8</b>	<b>Impairment charges on loans and other debtors etc.</b>			
	Net changes in impairment charges on loans and other debtors and provisions for losses on guarantees	59,291	84,841	77,980
	Actual realised net losses	14,091	11,926	53,427
	Interest concerning the impaired part of loans	-29,278	-33,384	-44,221
	<b>Total impairing charges on loans and other debtors etc.</b>	<b>44,104</b>	<b>63,383</b>	<b>87,186</b>

## Notes

Note		1.1-30.9 2015 DKK 1,000	1.1-30.9 2014 DKK 1,000	1.1-31.12 2014 DKK 1,000
<b>9</b>	<b>Tax</b>			
	Tax calculated on the period's profit	98,725	108,325	139,780
	Adjustment of deferred tax	0	0	1,826
	Adjustment of deferred tax due to change in tax rate	0	0	-538
	Adjustment of tax calculated for previous years	0	0	84
	<b>Total tax</b>	<b>98,725</b>	<b>108,325</b>	<b>141,152</b>
	<b>Effective tax rate (%):</b>			
	The current tax rate of the bank	23.5	24.5	24.5
	Permanent deviations	-1.3	-0.7	-0.4
	Adjustment of deferred tax due to change in tax rate	0.0	0.0	-0.1
	Adjustment of tax calculated for previous years	0.0	0.0	0.0
	<b>Total effective tax rate</b>	<b>22.2</b>	<b>23.8</b>	<b>24.0</b>
Note		End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
<b>10</b>	<b>Claims on credit institutions and central banks</b>			
	Claims at call	156,146	233,798	59,014
	Up to and including 3 months	221,508	0	0
	More than 3 months and up to and including 1 year	0	0	1,476
	More than 1 year and up to and including 5 years	120,000	122,881	120,000
	<b>Total claims on credit institutions and central banks</b>	<b>497,654</b>	<b>356,679</b>	<b>180,490</b>
<b>11</b>	<b>Loans and other debtors at amortised cost price</b>			
	At call	1,526,328	1,409,603	1,383,877
	Up to and including 3 months	814,026	882,144	1,248,521
	More than 3 months and up to and including 1 year	2,265,029	2,066,618	1,869,846
	More than 1 year and up to and including 5 years	5,268,919	5,027,407	5,281,673
	More than 5 years	5,795,747	5,579,983	5,723,217
	<b>Total loans and other debtors at amortised cost price</b>	<b>15,670,049</b>	<b>14,965,755</b>	<b>15,507,134</b>
	Of which reverse transactions	286,561	324,804	583,142

## Notes

Note		End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
12	<b>Impairment charges for loans and other debtors and provisions for losses on guarantees</b>			
	<b>Individual impairment charges</b>			
	Cumulative individual impairment charges for loans and other debtors at the end of the previous financial year	701,131	736,513	736,513
	Impairment charges/value adjustments during the period	128,827	180,001	179,129
	Reverse entry - impairment charges made in previous financial years	-102,906	-128,246	-174,736
	Booked losses covered by impairment charges	-14,664	-16,454	-39,775
	<b>Cumulative individual impairment charges for loans and other debtors on the balance sheet date</b>	<b>712,388</b>	<b>771,814</b>	<b>701,131</b>
	<b>Collective impairment charges</b>			
	Cumulative collective impairment charges for loans and other debtors at the end of the previous financial year	226,272	112,652	112,652
	Impairment charges/value adjustments during the period	47,608	49,084	113,620
	<b>Cumulative collective impairment charges for loans and other debtors on the balance sheet date</b>	<b>273,880</b>	<b>161,736</b>	<b>226,272</b>
	<b>Total cumulative impairment charges for loans and other debtors on the balance sheet date</b>	<b>986,268</b>	<b>933,550</b>	<b>927,403</b>
	<b>Provisions for losses on guarantees</b>			
	Cumulative individual provisions for losses on guarantees at the end of the previous financial year	3,995	4,256	4,256
	Provisions/value adjustments during the period	3,885	2,093	2,261
	Reverse entry - provisions made in previous financial years	-3,447	-1,602	-2,469
	Booked losses covered by provisions	-12	-36	-53
	<b>Cumulative individual provisions for losses on guarantees on the balance sheet date</b>	<b>4,421</b>	<b>4,711</b>	<b>3,995</b>
	<b>Total cumulative impairment charges for loans and other debtors and provisions for losses on guarantees on the balance sheet date</b>	<b>990,689</b>	<b>938,261</b>	<b>931,398</b>
13	<b>Suspended calculation of interest</b>			
	Loans and other debtors with suspended calculation of interest on the balance sheet date	61,051	91,811	58,244



## Notes

Note		End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
<b>14</b>	<b>Bonds at current value</b>			
	Listed on the stock exchange	3,470,255	4,422,010	4,659,495
	<b>Total bonds at current value</b>	<b>3,470,255</b>	<b>4,422,010</b>	<b>4,659,495</b>
<b>15</b>	<b>Shares etc.</b>			
	Listed on NASDAQ Copenhagen	44,526	38,661	40,650
	Unlisted shares at current value	1,488	1,372	1,473
	Sector shares at current value	251,105	161,806	240,924
	<b>Total shares etc.</b>	<b>297,119</b>	<b>201,839</b>	<b>283,047</b>
<b>16</b>	<b>Debt to credit institutions and central banks</b>			
	Debt payable on demand	318,962	264,514	258,042
	Up to and including 3 months	164,396	685,726	478,264
	More than 3 months and up to and including 1 year	196,003	99,374	76,818
	More than 1 year and up to and including 5 years	564,066	613,285	611,326
	More than 5 years	428,973	504,763	486,765
	<b>Total debt to credit institutions and central banks</b>	<b>1,672,400</b>	<b>2,167,662</b>	<b>1,911,215</b>
<b>17</b>	<b>Deposits and other debts</b>			
	On demand	10,683,765	8,908,720	9,209,187
	Deposits and other debts at notice:			
	Up to and including 3 months	694,724	1,492,362	1,761,577
	More than 3 months and up to and including 1 year	627,825	749,306	1,064,673
	More than 1 year and up to and including 5 years	823,217	1,439,183	948,383
	More than 5 years	2,357,846	1,641,201	2,466,453
	<b>Total deposits and other debts</b>	<b>15,187,377</b>	<b>14,230,772</b>	<b>15,450,273</b>
	Distributed as follows:			
	On demand	10,379,264	8,522,590	8,815,421
	At notice	333,984	354,985	348,422
	Time deposits	1,127,995	2,136,740	2,735,273
	Long term deposit agreements	2,041,960	1,880,782	2,238,720
	Special types of deposits	1,304,174	1,335,675	1,312,437
		<b>15,187,377</b>	<b>14,230,772</b>	<b>15,450,273</b>

## Notes

Note		End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
<b>18</b>	<b>Issued bonds at amortised cost price</b>			
	Up to and including 3 months	149,196	0	2,573
	More than 3 months and up to and including 1 year	0	97,035	233,665
	More than 1 year and up to and including 5 years	0	148,862	0
	<b>Total issued bonds at amortised cost price</b>	<b>149,196</b>	<b>245,897</b>	<b>236,238</b>
	Distributed as follows:			
	Issues in Norwegian kroner:			
	Nom. NOK 100 million	0	91,680	82,320
	Regulation at amortised cost price and adjustment to current value of issues	0	2,782	2,473
	Issues in euro:			
	Nom. EUR 20 million	149,196	148,862	148,872
	Other issues	0	2,573	2,573
		<b>149,196</b>	<b>245,897</b>	<b>236,238</b>
<b>19</b>	<b>Subordinated debt</b>			
	Tier 2 capital:			
	Floating rate loan, principal EUR 50 million, expiry 20 May 2025	372,990	0	0
	Floating rate loan, principal EUR 27 million, redeemed 30 June 2015	0	200,964	200,977
	Additional Tier 1 capital:			
	4.795% bond loan, nom, DKK 200 million, redeemed 2 March 2015	0	200,000	200,000
	Own holding	0	-35,500	-35,500
	Regulation at amortised cost price and adjustment to current value of Tier 2 capital and additional Tier 1 capital	-1,038	1,143	190
	<b>Total subordinated debt</b>	<b>371,952</b>	<b>366,607</b>	<b>365,667</b>
<b>20</b>	<b>Share capital</b>			
	Number of shares at DKK 5 each:			
	Beginning of period	4,780,000	4,840,000	4,840,000
	Changes during the period	-110,000	-60,000	-60,000
	End of period	4,670,000	4,780,000	4,780,000
	Of which reserved for subsequent cancellation	74,000	75,000	110,000
	<b>Total share capital</b>	<b>23,350</b>	<b>23,900</b>	<b>23,900</b>

## Notes

Note	End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
<b>21</b>			
<b>Own capital shares</b>			
Own capital shares included in the balance sheet at	0	0	0
The market value is	111,500	88,877	130,781
Number of own shares:			
Beginning of year	113,525	62,554	62,554
Purchases during the period	263,897	218,630	290,886
Sales during the period	-192,439	-143,426	-179,915
Cancellation during the period	-110,000	-60,000	-60,000
End of period	74,983	77,758	113,525
Of which reserved for subsequent cancellation	74,000	75,000	110,000
Nominal value of holding of own shares, end of period	375	389	568
Own shares' proportion of share capital, end of period (%)	1.6	1.6	2.4
<b>22</b>			
<b>Contingent liabilities etc.</b>			
<b>Contingent liabilities</b>			
Finance guarantees	1,191,628	786,476	978,987
Guarantees against losses on mortgage credit loans	76,907	56,747	62,074
Guarantee against losses Totalkredit	119,864	122,401	187,068
Registration and conversion guarantees	991,096	318,556	728,745
Sector guarantees	48,802	48,175	48,596
Other contingent liabilities	288,306	203,792	212,340
<b>Total contingent liabilities</b>	<b>2,716,603</b>	<b>1,536,147</b>	<b>2,217,810</b>
<b>23</b>			
<b>Assets furnished as security</b>			
First mortgage loans are provided for German wind turbine projects. The loans are funded directly by KfW Bankengruppe, to which security in the associated loans has been provided. Each repayment of the first mortgage loans is deducted directly from the funding from the KfW Bankengruppe.	<b>1,077,515</b>	<b>1,097,407</b>	<b>1,081,240</b>
As security for clearing etc., the bank has pledged securities from its holding to the Central Bank of Denmark to a total market price of	<b>409,085</b>	<b>105,410</b>	<b>275,685</b>
Provision of security under CSA agreements	<b>51,109</b>	<b>71,686</b>	<b>86,269</b>

## Notes

Note		End Sept. 2015 DKK 1,000	End Sept. 2014 DKK 1,000	End Dec. 2014 DKK 1,000
<b>24</b>	<b>Capital statement</b>			
	Credit risk	13,612,021	12,443,403	12,879,048
	Market risk	1,352,029	1,313,043	1,464,214
	Operational risk	1,679,498	1,567,369	1,567,369
	<b>Total risk exposure amount</b>	<b>16,643,548</b>	<b>15,323,815</b>	<b>15,910,631</b>
	Shareholders' equity	3,222,463	3,040,103	3,098,608
	Proposed dividend etc.	0	0	-124,780
	Deduction for expected dividend	-97,136	-91,041	0
	Deduction for prudent valuation	-4,132	0	0
	Deduction for the sum of equity investments etc. > 10%	-125,228	-90,403	-143,584
	Deduction of frame for share buy-back programme, net	-40,757	-41,372	0
	Deduction of trading framework for own shares	-55,000	0	-55,000
	Actual utilization of the trading framework for own shares	1,481	0	4,061
	<b>Common Equity Tier 1 capital</b>	<b>2,901,691</b>	<b>2,817,287</b>	<b>2,779,305</b>
	Additional Tier 1 capital	0	131,600	131,600
	Deduction for the sum of equity investments etc. > 10%	0	-97,013	-131,600
	<b>Tier 1 capital</b>	<b>2,901,691</b>	<b>2,851,874</b>	<b>2,779,305</b>
	Tier 2 capital	372,990	160,771	160,782
	Deduction for the sum of equity investments etc. > 10%	-79,735	-159,125	-160,782
	<b>Own funds</b>	<b>3,194,946</b>	<b>2,853,520</b>	<b>2,779,305</b>
	<b>Common Equity Tier 1 capital ratio (%)</b>	<b>17.4</b>	<b>18.4</b>	<b>17.5</b>
	<b>Tier 1 capital ratio (%)</b>	<b>17.4</b>	<b>18.6</b>	<b>17.5</b>
	<b>Total capital ratio (%)</b>	<b>19.2</b>	<b>18.6</b>	<b>17.5</b>
	Own funds requirements	1,331,484	1,225,905	1,272,850
<b>25</b>	<b>The supervisory diamond (Danish Financial Supervisory Authority limits)</b>			
	Stable funding (funding ratio) (< 1)	0.8	0.8	0.8
	Excess liquidity (> 50%)	113.3%	175.2%	140.7%
	Total large exposures (< 125%)	58.5%	27.5%	47.8%
	Growth in loans (< 20%)	5.1%	12.7%	7.8%
	Real estate exposure (< 25%)	13.2%	12.3%	11.6%
<b>26</b>	<b>Miscellaneous comments:</b>			
	<b>Main and key figures for the bank</b>			
	<ul style="list-style-type: none"> <li>Return on equity at the beginning of the year before and after tax are computed per annum after allocation of dividend etc., net.</li> <li>Key figures per DKK 5 share are calculated on the basis of respectively 1<sup>st</sup>-3<sup>rd</sup> quarter 2015: 4,670,000, 1<sup>st</sup>-3<sup>rd</sup> quarter 2014: 4,780,000 shares, 2014: 4,670,000 shares.</li> </ul>			

## Main figures summary

	1 <sup>st</sup> -3 <sup>rd</sup> qtr. 2015	1 <sup>st</sup> -3 <sup>rd</sup> qtr. 2014	Full year 2014
<b>Profit and loss account summary (million DKK)</b>			
Net income from interest	481	487	649
Dividend on capital shares etc.	13	8	8
Net income from fees and commissions	193	160	229
Net income from interest and fees	687	655	886
Value adjustments	+21	+69	+82
Other operating income	3	2	4
Staff and administration costs	204	192	271
Amortisations, depreciations and write-downs on intangible and tangible assets	3	5	12
Other operating costs	14	12	15
Impairment charges for loans and other debtors etc.	-44	-63	-87
Profit before tax	446	454	587
Tax	99	108	141
Profit after tax	347	346	446
<b>Main figures from the balance sheet (million DKK)</b>			
Loans and other debtors	15,670	14,966	15,450
Deposits and other debts	15,187	14,231	15,507
Subordinated debt	372	367	366
Shareholders' equity	3,222	3,040	3,099
Balance sheet total	20,823	20,330	21,238

## Quarterly overview

(Million DKK)	3 <sup>rd</sup> qtr. 2015	2 <sup>nd</sup> qtr. 2015	1 <sup>st</sup> qtr. 2015	4 <sup>rd</sup> qtr. 2014	3 <sup>rd</sup> qtr. 2014	2 <sup>nd</sup> qtr. 2014	1 <sup>st</sup> qtr. 2014	4 <sup>th</sup> qtr. 2013	3 <sup>rd</sup> qtr. 2013	2 <sup>nd</sup> qtr. 2013	1 <sup>st</sup> qtr. 2013
Net income from interest	160	154	161	160	158	159	158	156	155	151	153
Net income from fees and provisions excl. commission	45	61	51	60	37	51	45	48	33	55	36
Income from sector shares	7	11	10	4	4	2	16	5	3	4	2
Foreign exchange income	4	4	3	2	4	4	3	3	3	2	5
Other operating income	1	1	1	1	1	1	1	1	1	1	0
<b>Total core income excl. trade income</b>	<b>217</b>	<b>231</b>	<b>226</b>	<b>227</b>	<b>204</b>	<b>217</b>	<b>223</b>	<b>213</b>	<b>195</b>	<b>213</b>	<b>196</b>
Trade income	11	13	12	10	7	8	11	7	5	9	6
<b>Total core income</b>	<b>228</b>	<b>244</b>	<b>238</b>	<b>237</b>	<b>211</b>	<b>225</b>	<b>234</b>	<b>220</b>	<b>200</b>	<b>222</b>	<b>202</b>
Staff and administration costs	65	74	65	79	62	68	62	70	61	66	58
Amortisations, depreciations and write-downs on intangible and tangible assets	1	1	1	7	1	3	1	2	1	0	1
Other operating costs	6	4	4	3	4	4	4	4	3	3	4
Total costs etc.	72	79	70	89	67	75	67	76	65	69	63
<b>Core earnings before impairments</b>	<b>156</b>	<b>165</b>	<b>168</b>	<b>148</b>	<b>144</b>	<b>150</b>	<b>167</b>	<b>144</b>	<b>135</b>	<b>153</b>	<b>139</b>
Impairment charges for loans and other debtors etc.	-15	-14	-15	-24	-23	-25	-15	-25	-34	-40	-21
<b>Core earnings</b>	<b>141</b>	<b>151</b>	<b>153</b>	<b>124</b>	<b>121</b>	<b>125</b>	<b>152</b>	<b>119</b>	<b>101</b>	<b>113</b>	<b>118</b>
Result for portfolio	-14	-8	+23	+9	+12	+20	+24	+12	-4	+9	+6
Expenses for bank packages	0	0	0	0	0	0	0	0	-1	0	-1
<b>Profit before tax</b>	<b>127</b>	<b>143</b>	<b>176</b>	<b>133</b>	<b>133</b>	<b>145</b>	<b>176</b>	<b>131</b>	<b>96</b>	<b>122</b>	<b>123</b>
Tax	29	31	39	33	32	36	40	30	23	30	31
<b>Profit after tax</b>	<b>98</b>	<b>112</b>	<b>137</b>	<b>100</b>	<b>101</b>	<b>109</b>	<b>136</b>	<b>101</b>	<b>73</b>	<b>92</b>	<b>92</b>

## Danish Financial Supervisory Authority key figures for Danish banks

		1 <sup>st</sup> -3 <sup>rd</sup> 2015	1 <sup>st</sup> -3 <sup>rd</sup> 2014	Full year 2014
<b>Capital ratios:</b>				
Total capital ratio	%	19,2	18.6	17.5
Tier 1 capital ratio	%	17,4	18.6	17.5
Individual solvency requirement	%	8,9	8.7	8.9
<b>Earnings:</b>				
Return on equity before tax	%	14.1	15.3	19.6
Return on equity after tax	%	11.0	11.7	14.9
Income / cost ratio	DKK	2.68	2.67	2.52
Return on assets	%	1.7	1.7	2.1
<b>Market risk:</b>				
Interest rate risk	%	1.5	0.7	1.2
Foreign exchange position	%	0.6	0.7	0.4
Foreign exchange risk	%	0.0	0.0	0.0
<b>Liquidity risk:</b>				
Excess cover relative to statutory liquidity requirement	%	113.3	175.2	140.7
Loans and impairments thereon relative to deposits	%	109.7	111.7	106.4
<b>Credit risk:</b>				
Loans relative to shareholders' equity		4.9	4.9	5.0
Growth in loans	%	-3.1	8.1	12.0
Total large exposures	%	58.5	27.5	47.8
Cumulative impairment percentage	%	5.1	5.4	5.0
Impairment percentage	%	0.23	0.36	0.47
Proportion of debtors at reduced interest	%	0.3	0.5	0.3
<b>Share return:</b>				
Profit after tax per share * / ***	DKK	1,468.4	1,439.3	1,853.9
Book value per share * / **	DKK	14,026	12,930	13,280
Share price relative to profit per share *		20.3	15.9	12.4
Share price relative to profit per share * / ***		2.12	1.77	1.73

\* Calculated on the basis of a denomination of DKK 100 per share.

\*\* Calculated on the basis of number of shares outstanding at the end of the period.

\*\*\* Calculated on the basis of the average number of shares. The average number of shares is calculated as a simple average of the shares at the beginning of the period and at the end of the period.



## Management's statement

The board of directors and the general management have today considered and approved the quarterly report for Ringkjøbing Landbobank A/S for the period 1 January - 30 September 2015.

The quarterly report was prepared in accordance with the provisions of the Danish Act on Financial Activities and further Danish requirements on listed financial companies concerning disclosure. We consider the accounting policies to be appropriate and the accounting estimates made to be responsible, such that the quarterly report provides a true and fair view of the bank's assets, liabilities and financial position as of 30 September 2015 and of the bank's activities for the period 1 January - 30 September 2015. We also believe that the management report contains a true and fair account of the bank's activities and financial position as well as a description of the most important risks and uncertainties which can affect the bank.

The quarterly report is not audited or reviewed, but the external auditors have checked that the conditions for ongoing inclusion of the earnings for the period in the core capital have been met.

Ringkjøbing, 21 October 2015

### General Management:

John Fisker  
CEO

Jørn Nielsen  
General manager

### Board of Directors:

Jens Lykke Kjeldsen  
Chairman

Martin Krogh Pedersen  
Deputy chairman

Gert Asmussen

Inge Sandgrav Bak

Jens Møller Nielsen

Jørgen Lund Pedersen

Bo Bennedsgaard  
Employee board member

Dan Astrup Sørensen  
Employee board member

Gitte E. S. Vigsø  
Employee board member