

Copenhagen Stock Exchange
Nikolaj Plads 6
DK1067 Copenhagen K

25 October 2006

Quarterly report – 1st-3rd quarters 2006

Accounts in million DKK	1 st -3 rd qtrs. 2006	1 st -3 rd qtrs. 2005	Full year 2005
Net income from interest and fees	426	358	487
Value adjustments	99	53	56
Total costs and depreciation	147	137	190
Write-downs on loans etc.	+70	+3	+5
Result before tax	450	278	361
Result after tax	341	203	265
Actual banking operations	376	243	326
Equity, end of period	1,664	1,434	1,515
Deposits	6,334	6,137	6,292
Loans	11,308	8,993	10,023
Balance sheet total	14,463	11,869	13,361
Guarantees	4,583	4,909	5,142
Key figures for the bank in per cent			
Pre-tax return on equity, beginning of period	43.9	30.0	29.2
After tax return on equity, beginning of period	33.2	21.8	21.3
Rate of costs	33.7	37.6	38.3
Core capital ratio (Tier 1)	12.2	13.3	11.6
Solvency ratio (Tier 2)	14.2	12.9	11.6
Key figures per share (DKK)			
Actual banking operations	71	46	62
Result before tax	85	53	68
Result after tax	65	38	50
Net asset value	315	272	287
Price, end of period	950	684	750

Highlights – three quarters

- **55% increase in profit on actual banking operations to DKK 376 million**
- **62% increase in pre-tax profit to DKK 450 million**
- **44% pre-tax return on equity at beginning of year**
- **10% improvement in rate of costs to 33.7% – the best in Denmark**
- **Good credit quality resulting in reversal of DKK 70 million in write-downs**
- **Increasing business volume – loans up by 26%**
- **Continuing strong capital base – Tier 2 of 14.2%**
- **Expectations for actual banking operations are adjusted upwards to DKK 460-490 million plus value adjustments to other securities, at present DKK 90 million**

The bank's business volume is continuing to grow satisfactorily and is driven by an underlying substantial increase in both customer numbers and activities throughout the bank. Apart from these increases, the bank's targeted initiatives within Private Banking and asset management in particular are developing highly satisfactorily.

Expectations for actual banking operations were adjusted upwards in August 2006 to DKK 425-475 million on the basis of the increasing business volume and good credit quality in the bank's loans portfolio. This growth and the positive development are expected to continue, and expectations for actual banking operations are now adjusted upwards to DKK 460-490 million.

On top of the actual banking operations must be added the result for the bank's own holding of shares and interest-bearing debts incl. Totalkredit, which amounted to DKK 74 million on 30 September 2006. The bank's shares in Sparinvest Holding are in 4th quarter 2006 revalued by DKK 13 million. The positive value adjustments in addition to the actual banking operations therefore at present amounts to DKK 90 million.

Net income from interest and fees

The earnings on net income from interest and fees were DKK 426 million against DKK 358 million in the same period last year, an increase of 19%.

The increasing business volume, particularly the highly positive growth in the number of customers and the continuing increase in loans, was responsible for the 17% increase in earnings on net income from interest, as the interest margin has been lower in 2006 relative to 2005, which is attributable partly to strong competition, but especially to an altered product mix.

Like the rest of the sector, the bank has reclassified interest income from 1 January 2006 on the written-down part of those commitments on which write-downs have been made, so that in future, the interest will be booked directly as income under the item "Write-downs on loans etc." The comparative figures for 2005 have been adjusted. As a result of this change in accounting policies, the interest income was reduced by DKK 15 million in the first three quarters of 2006, which also meant a positive adjustment to write-downs on loans by the same amount.

Fees and commissions amount to net DKK 115 million in 2006 against DKK 89 million in 2005, an increase of 30%. The increase is primarily attributable to the bank's activities within securities trading and asset management. The bank's Private Banking concept and the expertise gained within professional handling of this customer segment are continuing to attract increasing interest from throughout Denmark.

Net fees and commissions were derived as follows:

	1 st -3 rd qtrs. 2006	1 st -3 rd qtrs. 2005
Asset management	45 million	23 million
Securities trading	30 million	23 million
Guarantee commissions	18 million	19 million
Transaction of payments	12 million	10 million
Loan fees	4 million	8 million
Other fees and commissions	6 million	6 million
Total	115 million	89 million

Value adjustments

Value adjustments to securities and exchange rate adjustments etc. showed a gain of DKK 99 million against last year's DKK 53 million. The gains were DKK 49 million on listed shares, a gain of DKK 6 million on interest-bearing debts, and a positive exchange rate adjustment of DKK 8 million, to which must be added a positive adjustment of DKK 17 million to sector shares and a gain of DKK 19 million from the sale of the last Totalkredit shares.

The portfolio of shares etc. amounted to DKK 333 million at the end of the quarter, DKK 138 million of which was in listed shares and with DKK 195 million in sector shares etc. The bond portfolio amounted to DKK 516 million with a corrected interest risk of 1.3% of Tier 1 capital.

Costs

Total costs including depreciation on tangible assets amounted to DKK 147 million against last year's DKK 137 million, an increase of 8%.

The rate of costs was computed at 33.7%, which is a 10% improvement relative to 2005, when the figure was 37.6. The rate of costs was computed without including the positive value adjustment of sector shares and the trading portfolio.

Write-downs on loans etc.

Write-downs on loans etc. amounted to a reverse of DKK 70 million against a reverse of DKK 3 million in 2005. Relative to previous practice, the item was positively affected by the fact that the bank's interest income on the written-down part of its commitments is included under this item, which amounts to DKK 15 million for 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 70 million in write-downs on individual commitments.

The bank's total account for write-downs and provisions amounted to DKK 300 million on 30 September 2006, equivalent to 1.9% of total loans, write-downs and guarantees, and the portfolio of loans with zeroed interest amounted to DKK 36 million.

The bank has grown substantially in recent years, and most of the growth has been in niche concepts in the bank's distance customer division. The bank has thereby achieved greater diversification in its loans portfolio in terms of both geography and branches, and a lower average risk on its total loans portfolio: the risk profile in the niche concepts in the distance customer division is markedly lower than in the rest of the bank. Only 4% of the total account for write-downs and provisions is related to this area, where realised losses have been historically insignificant. There have not been any losses within this area in 2006.

Actual banking operations

	3 quarters									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Total net income	453	511	421	367	327	274	241	203	193	172
Total net costs	-147	-190	-188	-163	-155	-133	-109	-99	-97	-87
Write-downs on loans	+70	+5	+4	-9	+7	+7	+1	-4	-6	-17
Result of actual banking operations	376	326	237	195	179	148	133	100	90	68
Result for own portfolio	74	35	51	107	30	7	7	-7	-1	14
Result before tax	450	361	288	302	209	155	140	93	89	82

Actual banking operations increased from DKK 243 million in the first three quarters of 2005 to DKK 376 million in 2006, an increase of 55%, half of which derives from the underlying positive development in the bank's business volume while the other half derives from write-downs.

Result after tax

The result after tax was DKK 341 million after tax of DKK 110 million. The effective tax rate in 2006 was 24.4%, which is not expected to change significantly for the rest of the year.

The result represents a return on equity at the beginning of the year after deduction of dividend etc. of 44% before tax and 33% after tax.

The balance sheet

The bank's balance sheet at the end of the quarter stood at DKK 14,463 million against last year's DKK 11,869 million, an increase of 22%. Deposits increased by 3% and amount to DKK 6,334 million. Loans increased by 26% to DKK 11,308 million. The guarantee portfolio was DKK 4,583 million at the end of the period against last year's DKK 4,909 million. DKK 1,200 million of the guarantee portfolio covers foreign loans.

Capital in 2006

Equity at the end of 2005 amounted to DKK 1,515 million, from which dividends etc. of DKK 146 million were paid, while other items amounted to minus DKK 46 million. The profit for the period was DKK 341 million, after which equity on 30 September 2006 totalled DKK 1,664 million.

The bank was authorised by the general meeting in February 2006 to buy up to 240,000 shares (at market price, but maximum DKK 700 per share) in order to reserve them for subsequent cancellation. No shares had been allocated for subsequent cancellation as of 23 October 2006.

The solvency ratio (Tier 2) is computed at 14.2% including the result for the period and 11.6% excluding the result for the period. The core capital ratio (Tier 1) is computed at 12.2% including the result for the period and 10.0% excluding the result for the period.

The bank's shares were listed on Copenhagen Stock Exchange on 23 October 2006 at 955, equivalent to a total market value of DKK 5.0 billion.

Accounting policies

The bank's accounting policies are unchanged relative to the last financial year apart from a change concerning the treatment of interest on the written-down part of loans. This change has not, however, affected the result.

As in the rest of the sector, the accounting policy in future will be such that interests on loans on which write-downs have been made, will the interest on the written-down part of the loans be included under the item "Write-downs on loans and other debtors". The comparative figures for 2005 have been adjusted for the change in policy.

Expectations

Expectations for actual banking operations were adjusted upwards in August 2006 to DKK 425-475 million on the basis of the increasing business volume and good credit quality in the bank's loans portfolio. This growth and the positive development are expected to continue, and expectations for actual banking operations are now adjusted upwards to DKK 460-490 million.

On top of the actual banking operations must be added the result for the bank's own holding of shares and interest-bearing debts incl. Totalkredit, which amounted to DKK 74 million on 30 September 2006. The bank's shares in Sparinvest Holding are in 4th quarter 2006 revalued by DKK 13 million. The positive value adjustments in addition to the actual banking operations therefore at present amounts to DKK 90 million.

Financial calendar

The financial calendar for the rest of the financial year is as follows:

7 February 2007	Announcement of the annual accounts for 2006
28 February 2007	General meeting

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

Yours sincerely,

Ringkjøbing Landbobank

Bent Naur

John Fisker

Profit and loss account

Note		1.1-30.9 2006 DKK 1,000	1.1-30.9 2005 DKK 1,000	1.1-31.12 2005 DKK 1,000
			Adjusted to changed accounting policies	Adjusted to changed accounting policies
1	Interest receivable	500,979	364,772	500,547
2	Interest payable	210,141	116,661	166,080
	Net income from interest	290,838	248,111	334,467
	Interest-like commission income	15,253	17,043	23,308
	Dividend on capital shares etc.	4,595	3,979	3,979
3	Income from fees and commissions	137,354	114,088	159,995
3	Fees and commissions paid	22,526	25,515	34,451
	Net income from interest and fees	425,514	357,706	487,298
4	Value adjustments	99,106	52,788	56,237
	Other operating income	3,322	1,334	2,650
5, 6	Staff and administration costs	144,905	135,483	187,426
	Amortisation, depreciation and write-downs on intangible and tangible assets	2,276	1,196	2,421
	Other operating costs	0	0	48
	Write-downs on loans and debtors etc.	+69,737	+2,716	+5,047
	Result of capital shares	0	0	144
	Profit before tax	450,498	277,865	361,481
7	Tax	109,878	75,278	96,885
	Profit after tax	340,620	202,587	264,596

Actual banking operations

		1.1-30.9 2006 DKK 1,000	1.1-30.9 2005 DKK 1,000	1.1-31.12 2005 DKK 1,000
			Adjusted to changed accounting policies	Adjusted to changed accounting policies
	Net income from interest	290,838	248,111	334,467
	Interest-like commission income	15,253	17,043	23,308
	Dividend on capital shares etc.	4,595	3,979	3,979
	Net income from fees and commissions	114,828	88,573	125,544
	Value adjustments of sector shares *	17,487	12,963	14,572
	Foreign exchange income	7,585	4,685	6,019
	Other operating income	3,322	1,334	2,650
	Total net income	453,908	376,688	510,539
	Staff and administration costs	144,905	135,483	187,426
	Amortisation, depreciation and write-downs on in- tangible and tangible assets	2,276	1,196	2,421
	Other operating costs	0	0	48
	Total net costs	147,181	136,679	189,895
	Write-downs on loans and debtors etc.	+69,737	+2,716	+5,047
	Result of actual banking operations	376,464	242,725	325,691

*) Excl. Totalkredit shares.

Balance sheet

Note		End Sept. 2006 DKK 1,000	End Sept. 2005 DKK 1,000	End Dec. 2005 DKK 1,000
	Assets			
	Cash in hand and claims at call on central banks	38,377	38,753	53,587
	Claims on credit institutions and deposits with central banks	2,081,721	1,749,241	2,172,696
8, 9	Loans and other debtors at amortised cost price	11,307,511	8,993,342	10,023,406
10	Bonds at current value	516,173	664,830	716,250
	Shares etc.	332,922	253,221	212,639
	Capital shares in affiliated companies etc.	555	134	555
	Buildings and land total	61,695	59,545	59,316
	Investment properties	8,665	10,212	10,361
	Domicile properties	53,030	49,333	48,955
	Other tangible assets	3,642	1,018	2,699
	Actual tax assets	0	0	4,705
	Deferred tax assets	30,829	13,762	30,829
	Other assets	87,938	94,959	83,922
	Periodic-defined items	1,299	0	0
	Total assets	14,462,662	11,868,805	13,360,604
	Liabilities			
	Debt to credit institutions and central banks	5,614,502	3,755,507	5,077,055
	Deposits and other debts	6,333,620	6,137,100	6,291,696
	Issued bonds at amortised cost price	1,088	0	0
	Actual tax liabilities	89,748	49,800	0
	Other liabilities	257,277	270,527	255,209
	Periodic-defined items	161	1,423	1,149
	Total debt	12,296,396	10,214,357	11,625,109
8	Provisions for pensions and similar liabilities	12,951	13,703	13,967
	Provisions for losses on guarantees	4,150	0	4,150
	Other provisions	616	0	1,704
	Total provisions for liabilities	17,717	13,703	19,821
11	Supplementary capital	290,652	0	0
	Hybrid core capital	194,268	207,017	200,952
	Total subordinated debt	484,920	207,017	200,952
12	Share capital	26,400	26,400	26,400
	Provisions for revaluation	0	0	149
	Reserve for net revaluation under the intrinsic value method	204	0	204
13	Profit carried forward	1,637,025	1,407,328	1,487,969
	Total shareholders' equity	1,663,629	1,433,728	1,514,722
	Of which proposed dividend etc.	0	0	145,500
	Total liabilities	14,462,662	11,868,805	13,360,604
15	Contingent liabilities			
16	Capital adequacy computation			

Notes

Note	1.1-30.9 2006	1.1-30.9 2005	1.1-31.12 2005
	DKK 1,000	DKK 1,000	DKK 1,000
		Adjusted to changed accounting policies	Adjusted to changed accounting policies
1 Interest receivable			
Claims on credit institutions and deposits with central banks	38,040	25,993	37,150
Loans and other debtors	453,837	344,617	467,878
Loans (interest on the write downs of loans)	-15,357	-17,328	-23,100
Bonds	19,229	16,907	22,759
Total derivatives financial instruments	5,083	-5,417	-4,721
of which			
Currency contracts	8,110	3,251	4,862
Interest-rate contracts	-3,027	-8,668	-9,583
Other	147	0	581
Total interest receivable	500,979	364,772	500,547
2 Interest payable			
Credit institutions and central banks	91,882	39,805	60,237
Deposits and other debts	102,814	71,344	97,190
Issued bonds at amortised cost price	20	0	0
Subordinated debt	14,989	5,512	8,153
Other	436	0	500
Total interest payable	210,141	116,661	166,080
3 Net income from fees and commissions			
Securities trading	29,815	22,402	31,095
Asset management	44,850	23,408	36,501
Transaction of payments	11,881	10,134	13,916
Loan fees	4,401	7,734	9,949
Guarantee commissions	18,197	19,240	25,997
Other fees and commissions	5,684	5,655	8,086
Total net income from fees and commissions	114,828	88,573	125,544
4 Value adjustments			
Loans and other debtors at current value	-5,072	2,076	-1,613
Bonds	-2,964	8,536	-167
Shares etc.	66,355	38,285	43,352
Shares in Totalkredit A/S	18,862	0	0
Foreign exchange income	7,585	4,685	6,019
Total derivatives financial instruments	-222	10,338	10,984
Other liabilities	14,562	-11,132	-2,338
Total value adjustments	99,106	52,788	56,237
5 Staff and administration costs			
Salaries and payments to management, board of directors and shareholders' committee			
Management	3,668	3,280	4,252
Board of directors	362	365	726
Shareholders' committee	0	0	210
Total	4,030	3,645	5,188
Staff costs			
Salaries	68,134	62,131	87,045
Pensions	6,806	6,020	8,207
Social security expenses	7,485	6,693	8,886
Total	82,425	74,844	104,138
Other administration costs	58,450	56,994	78,100
Total staff and administration costs	144,905	135,483	187,426

		1.1-30.9 2006 DKK 1,000	1.1-30.9 2005 DKK 1,000	1.1-31.12 2005 DKK 1,000
			Adjusted to changed accounting policies	Adjusted to changed accounting policies
6	Number of employees Average number of employees during the period converted into full-time employees	268.5	248.0	250.9
7	Tax Tax calculated on the profit of the period Adjustment on deferred tax Adjustment of tax calculated for previous years Tax on write-downs account Total tax Effective tax rate (percent) The current tax rate of the bank Regulation for tax on non-liable income and non- deductible costs etc. Adjustment of tax calculated for previous years Tax on write-downs account Total effective tax rate	114,700 0 -4,822 0 109,878 28.0 -2.5 -1.1 0.0 24.4	73,383 0 0 1,895 75,278 28.0 -1.6 0.0 0.7 27.1	109,561 -14,571 0 1,895 96,885 28.0 -1.7 0.0 0.5 26.8
		End Sept. 2006 DKK 1,000	End Sept. 2005 DKK 1,000	End Dec. 2005 DKK 1,000
8	Write-downs on loans and other debtors and provisions for losses on guarantees Individual write-downs Acc. individual write-downs, beginning of period Write-downs / value adjustments during the period Reverse entry – write-downs made in previous fi- nancial years Booked losses covered by write-downs Acc. individual write-downs, end of period Group write-downs Acc. group write-downs, beginning of period Write-downs / value adjustments during the period Reverse entry – write-downs made in previous fi- nancial years Acc. group write-downs, end of period Provisions for losses on guarantees Acc. individual provisions, beginning of period Provisions / value adjustments during the period Acc. individual provisions, end of period Total write-downs on loans and other debtors and provisions for losses on guarantees	340,750 44,000 -96,931 -3,969 283,850 12,100 500 -500 12,100 4,150 0 4,150 300,100	354,355 57,231 -41,968 -4,968 364,650 10,000 0 0 10,000 4,150 0 4,150 378,800	347,705 110,245 -98,060 -19,140 340,750 10,000 2,100 0 12,100 4,150 0 4,150 357,000
9	Suspended calculation of interest Total claims with suspended calculation of interest at end of period	36,404	19,853	35,796
10	Bonds at current value Quoted on the stock exchange Total bonds at current value	516,173 516,173	664,830 664,830	716,250 716,250

		End Sept. 2006 DKK 1,000	End Sept. 2005 DKK 1,000	End Dec. 2005 DKK 1,000
11	Subordinated debt			
	Subordinated loan capital at amortised cost price: Principal DKK 300 mio., interest 3.995%, expiry 9 February 2014	298,530	0	0
	Value adjustment of subordinated loan capital	-7,878	0	0
	Hybrid core capital at amortised cost price: Principal DKK 200 mio., interest 4.795%, infinite maturity	198,614	195,893	198,614
	Value adjustment of hybrid core capital	-4,346	11,124	2,338
	Total subordinated debt	484,920	207,017	200,952
12	Share capital			
	Number of shares at DKK 5 each	5,280,000	5,280,000	5,280,000
	Share capital	26,400	26,400	26,400
13	Profit carried forward			
	Profit carried forward, beginning of period	1,487,969	1,342,501	1,345,679
	Total adj. in consequence of changed accounting policies	0	-230	0
	Distribution of dividend etc.	-145,500	-132,300	-132,300
	Profit carried forward beginning of period after distribution of dividends etc.	1,342,469	1,209,971	1,213,379
	Dividend received from own shares	3,214	3,099	3,099
	Trade with own shares in the period	-49,278	-8,329	11,326
	Other changes in equity	0	0	-4,431
	Result of period	340,620	202,587	264,596
	Profit carried forward, end of period	1,637,025	1,407,328	1,487,969
14	Own capital shares			
	Own capital shares included at	0	0	0
	The market value is	156,835	94,100	84,063
	Number of own shares:			
	Beginning of period	112,084	126,240	126,240
	Net purchases and sales of own shares during the period	53,005	11,384	-14,156
	End of period	165,089	137,624	112,084
	Nominal value of holding of own shares, end of pe- riod	825	688	560
	Own shares' proportion of share capital, end of pe- riod (%)	3.1	2.6	2.1

		End Sept. 2006 DKK 1,000	End Sept. 2005 DKK 1,000	End Dec. 2005 DKK 1,000
15	Contingent liabilities			
	Guarantees etc.			
	Finance guarantees	1,174,263	535,560	997,571
	Guarantees for foreign loans	1,200,470	1,284,884	1,865,478
	Guarantees against losses on mortgage credit loans	1,231,759	950,831	1,102,521
	Registration and conversion guarantees	185,999	189,246	150,670
	Other guarantees	790,892	1,948,787	1,025,618
	Total guarantees etc.	4,583,383	4,909,308	5,141,858
	Other commitments			
	Irrevocable advance commitments	0	50,000	50,000
	Other commitments	3,695	3,140	3,140
	Total other commitments	3,695	53,140	53,140
	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	73,726	81,182	96,376
16	Capital adequacy computation			
	Total weighted items	14,981,181	12,202,183	13,297,521
	Computed under Danish Financial Supervisory Authority regulation:			
	Core capital after deductions excl. hybrid core capital	1,292,180	1,217,379	1,338,244
	Hybrid core capital	200,000	197,500	200,000
	Core capital after deductions incl. hybrid core capital	1,492,180	1,414,879	1,538,244
	Subordinated loan capital	300,000	0	0
	Deduction in / supplement to capital base	-48,891	-41,583	149
	Capital base after deductions	1,743,289	1,373,296	1,538,393
	Core capital ratio excl. hybrid core capital	8.6%	10.0%	10.1%
	Core capital ratio – Tier 1	10.0%	11.6%	11.6%
	Solvency ratio – Tier 2	11.6%	11.3%	11.6%
	Computed incl. profit of the period:			
	Core capital after deductions excl. hybrid core capital	1,632,800	1,419,966	1,338,244
	Hybrid core capital	200,000	197,500	200,000
	Core capital after deductions incl. hybrid core capital	1,832,800	1,617,466	1,538,244
	Subordinated loan capital	300,000	0	0
	Deduction in / supplement to capital base	-3,181	-37,425	149
	Capital base after deductions	2,129,619	1,580,041	1,538,393
	Core capital ratio excl. hybrid core capital	10.9%	11.6%	10.1%
	Core capital ratio – Tier 1	12.2%	13.3%	11.6%
	Solvency ratio – Tier 2	14.2%	12.9%	11.6%

17

Miscellaneous comments on:**Key figures for the bank and key figures per DKK 5 share – page 1**

- The returns on capital and reserves at the beginning of the period before and after tax are both for 1st-3rd quarter 2006, 1st-3rd quarter 2005 and the whole of 2005, calculated after deduction of allocated dividend etc.
- Core capital ratio (Tier 1) and solvency ratio (Tier 2) include the earnings for the period.
- Key figures per DKK 5 share are all for 1st-3rd quarter 2005 and for the whole of 2005, adjusted for the changed denomination of the bank's shares.
- Intrinsic value for the whole of 2005 includes proposed dividend etc.

Actual banking operations – page 4

- Comparative figures for 1997-2005 have been adjusted to the changed accounting policies (cf. "Accounting policies" on page 5).

Notes 12 and 14 – page 10

- Information on number of shares for 1st-3rd quarter 2005 and the whole of 2005 has been adjusted to the changed denomination of the bank's shares.

Changed accounting policies

- Comparative figures for 1st-3rd quarter 2005 and for the whole of 2005 have been adjusted to the changed accounting policies (cf. "Accounting policies" on page 5).

Comparative figures for 1st-3rd quarter 2005

- Comparative figures for 1st-3rd quarter 2005 have not been adjusted for the revaluation of the bank's opening balance sheet made in the fourth quarter of 2005.