

Copenhagen Stock Exchange
Nikolaj Plads 6
DK 1067 Copenhagen K

7 February 2007

Announcement of the annual accounts for 2006

Five financial years - main figures (million DKK)	2006	2005	2004	2003	2002
Net income from interest and fees	579	487	402	348	319
Value adjustments	98	56	48	52	35
Value adjustments of shares in Totalkredit and Sparinvest Holding	31	0	17	66	0
Total costs and depreciation	209	190	184	163	155
Write-downs on loans etc.	+69	+5	+4	-10	+6
Profit before tax	573	361	288	301	209
Profit after tax	432	265	214	230	147
Actual banking operations	477	326	237	195	179
Equity	1,711	1,515	1,372	1,152	1,034
Total capital base	2,190	1,716	1,372	1,152	1,034
Deposits	7,046	6,292	5,144	4,391	3,714
Loans	12,760	10,023	7,209	5,207	4,567
Balance sheet total	17,269	13,361	9,461	7,532	6,002
Guarantees	4,804	5,142	3,938	2,896	2,705
Key figures for the bank (per cent)					
Pre-tax return on equity, beginning of year	41.9	29.2	25.2	29.1	23.1
Return on equity after tax, beginning of year	31.6	21.3	18.7	22.3	16.2
Rate of costs	35.0	38.3	45.0	45.2	47.3
Core capital ratio (Tier 1)	10.4	11.6	12.2	15.1	14.6
Solvency ratio (Tier 2)	12.3	11.6	11.9	14.4	14.9
Key figures per 5 DKK share (DKK)					
Actual banking operations	90	62	45	36	32
Profit before tax	109	68	55	56	37
Profit after tax	82	50	41	42	26
Net asset value incl. proposed dividend etc.	324	287	260	227	186
Price, end of year	1,080	750	544	362	190
Dividend	30	28	25	9	0

Annual report – highlights

- 59% increase in profit before tax to DKK 573 million – the best in the bank's history
- 46% increase in actual banking operations to DKK 477 million
- 42% pre-tax return on equity at beginning of year
- 9% improvement in rate of costs to 35.0% – the best in Denmark
- Good credit quality resulting in reversal of net DKK 69 million in write-downs
- Continuing strong increase in business – loans up by 27% and deposits up by 12%
- Dividend per share DKK 30 and capital reduction/buy-up programme 4.5% of the share capital
- Positive expectations for growth in 2007 with actual banking operations of DKK 400-450 million

Substantial inflow of customers and continuing increase in business generate 59% increase in profit, the best in the bank's history.

The bank's business volume is continuing to grow very 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, pension and asset management in particular are developing highly satisfactorily.

This improvement in actual banking operations is significantly better than expected at the beginning of the year, and it is supplemented by the positive value adjustments of the bank's holding of securities, together achieving a profit before tax of DKK 573 million – equivalent to a 42% return on equity at the beginning of the year, which the bank's management considers highly satisfactory.

Net income from interest and fees

The profit on net income from interest and fees was DKK 579 million against DKK 487 million in 2005, an increase of 19%.

The increasing business, and in particular the highly positive growth in the number of customers, are responsible for the increase in profit on net income from interest and fees, as the interest margin was lower in 2006 than in 2005, despite the fact that the fall in the margin was halted in 2006.

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 as income directly under the item "Write-downs on loans and debtors 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 21 million in 2006, which also meant a positive adjustment to write-downs on loans by the same amount.

Fees and commissions in 2006 amounted to net DKK 158 million against DKK 126 million in 2005. This very positive development is attributable primarily to the bank's focus within securities trading and pension and asset management with the establishment of the bank's Private Banking department three years ago.

Several of the areas of core expertise within Private Banking were implemented throughout the organisation during the last two years as generalist knowledge among the bank's consultants, and this has supported the growth in the continuing pension deposits. Pension deposits rose by 50% from 2005 to 2006 while the bank also experienced a strongly increasing trend for customers to move their pension insurance schemes to the bank.

Net fees and commissions were derived as follows:

	2006	2005	2004
Asset management	61 million	37 million	21 million
Securities trading	42 million	31 million	18 million
Guarantee commissions	26 million	26 million	17 million
Payment handling	15 million	14 million	11 million
Loan fees	6 million	10 million	6 million
Other fees and commissions	8 million	8 million	11 million
Total	158 million	126 million	84 million

Value adjustments

Value adjustments to securities and exchange rate adjustments etc. showed a profit of DKK 129 million against last year's profit of DKK 56 million.

The capital gain spread:	2006	2005
Shares	61 million	29 million
Interest-bearing claims and debts	4 million	7 million
Foreign exchange income (Actual banking operations)	12 million	6 million
Sector shares (Actual banking operations)	21 million	14 million
Sale of the last shares in Totalkredit A/S	19 million	0 million
Extraordinary revaluation of shares in Sparinvest Holding A/S	12 million	0 million
Total	129 million	56 million

The item "Foreign exchange income" is included in actual banking operations 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 actual banking operations 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 remaining holding of shares in Totalkredit was sold in the third quarter of 2006, yielding a profit of DKK 19 million. The bank's shares in Sparinvest Holding were revalued in the fourth quarter of 2006 in accordance with a decision made by a general meeting of Sparinvest Holding.

The bank's holding of shares etc. at the end of the year amounted to DKK 281 million, DKK 97 million of which was in listed shares while DKK 184 million was in sector shares etc. The bondholding amounts to DKK 686 million with a corrected interest risk of 1.6% of equity. The bank's risk on both the share portfolio and the total interest risk remain at a low level.

Costs

Total costs including depreciation on tangible assets amounted to DKK 209 million against last year's DKK 190 million, an increase of 10%.

The rate of costs improved by 9% in 2006 to 35.0, making the bank the country's most efficient as measured by this key figure for the sixteenth year in a row. The rate of costs was computed without including the positive value adjustment of sector shares and the trading portfolio.

Write-downs on loans and debtors etc.

Write-downs on loans etc. were to a positive balance of DKK 69 million against 2005, when the item was plus DKK 5 million. Both figures from this year onwards will be positively affected by the fact that the interest income on the written-down part of the commitments is included under this item.

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 69 million in write-downs on individual commitments.

The bank's total account for write-downs and provisions amounted to DKK 295 million at the end of 2006, equivalent to 1.65% of total loans, write-downs and guarantees. The portfolio of loans with suspended interest calculation amounts to DKK 21 million, equivalent to 0.12% of the bank's total loans, write-downs and guarantees.

Measured over the last ten years, the bank's average percentage loss has been +0.18% of total loans, write-downs and guarantees computed as actual established losses less interest on write-downs. This means that interest on the total account for write-downs has been bigger than the actual losses suffered during the period.

Measured over the last 20 years, the equivalent figure is +0.04%. The period 1987-2006 includes the crisis years in Nordic banking, where, however, the bank never had negative results. The percentage losses in the 20 year-period lie in the range -0.77% to +0.51%, with the biggest loss in 1992 and the most positive figure in 2000.

The bank's relative credit risk has never been lower. This is first and foremost because a large part of the bank's loans portfolio is secured by adequate first preferred mortgages in the underlying assets. Secondly, by far the greatest part of the growth in recent years has been in niche concepts in the bank's Distance Customer department. The bank has thereby achieved greater diversification in its loans portfolio in terms of both geography and branches, and a far lower average risk on its total loans portfolio: the risk portfolio in niche concepts in the Distance Customer division is markedly lower than in the rest of the bank. Only 3.8% of the total account for write-downs and provisions relates to this area, where realised losses viewed over the long term have been insignificant.

The bank's loans portfolio is currently spread very satisfactorily over a number of uncorrelated customer types and asset classes.

Actual banking operations

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Total income	616	511	418	368	328	275	242	204	196	171
Total costs	-208	-190	-185	-163	-155	-133	-109	-99	-97	-87
Write-downs	+69	+5	+4	-10	+6	+6	0	-5	-9	-16
Result of actual banking operations	477	326	237	195	179	148	133	100	90	68
Result of own holding	+96	+35	+51	+107	+30	+7	+7	-7	-1	+14
Result before tax	573	361	288	302	209	155	140	93	89	82

Actual banking operations increased from DKK 326 million in 2005 to DKK 477 million in 2006, an increase of 46%, DKK 87 million of which derives from the underlying positive development in the bank's business volume, while DKK 64 million derives from the write-downs.

Result after tax

The result after tax was DKK 432 million after payment of tax of DKK 141 million. The result is equivalent to a 32% return on equity at the beginning of the year after allocation of dividend etc. The effective tax rate is 24.6%, primarily because of the tax-free value adjustments of sector shares.

The balance sheet

The bank's balance sheet stood at DKK 17,269 million at the end of the year against last year's DKK 13,361 million, an increase of 29%. Deposits increased by 12% and amount to DKK 7,046 million. Loans increased by 27% to DKK 12,760 million. The guarantee portfolio was DKK 4,804 million at the end of the year against last year's DKK 5,142 million.

The growth in the bank's loans was broadly based in 2006. The branch network enjoyed growth throughout, and the general optimism and advances in the Danish economy have meant a high level of growth in loans. Within the niche concepts, developments in the financing of wind turbines and loans to Private Banking customers have been highly satisfactory, as has the intake of affluent customers from throughout Denmark to the bank's concepts within financing of holiday homes in Denmark and abroad, and the customer situation in general.

The portfolio of loans and foreign loans at the end of 2006 can be broadly classified thus:

- 48% of all loans from niche concepts and the distance customer division
- 13% of all loans from the new branches in Herning, Holstebro and Viborg
- 39% of all loans from the bank's old branches in West Jutland.

Liquidity

The bank's liquidity is good, and the excess cover relative to the statutory requirement is 134%, an increase relative to last year's 89%. 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 value of DKK 1.3 billion. These are not normally used.

The bank's 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 90 million. The profit for the period was DKK 432 million, after which equity totalled DKK 1,711 million at the end of the year.

The bank also took up DKK 200 million in hybrid core capital in 2005 with an indefinite term, and DKK 300 million in subordinated loan capital was taken up in 2006 with a term of eight years. Total capital base at the end of 2006 was thus DKK 2,190 million.

The solvency ratio (Tier 2) was 12.3 at the end of 2006 and the core capital ratio (Tier 1) was 10.4. Both key figures were computed after proposed dividend and capital reduction.

The bank's shares were listed on Copenhagen Stock Exchange at the beginning of the year at 750. The share price rose during 2006 to 1,080 at the end of the year, a return including dividend of 48%. The price has risen further since the end of the year to 1,151 (2 February 2007). The bank's market value is now approx. DKK 6.1 billion.

The Ringkjøbing Landbobank share is included in Copenhagen Stock Exchange's MidCap+ index.

Capital 2007 – dividend – capital reduction and buy-up programme

The recommendation to the annual general meeting is that a dividend of DKK 30 per share be paid, equivalent to a total dividend of DKK 158.4 million.

A further recommendation to the general meeting is that 40,000 own shares, equivalent to 0.8% of the share capital, shall be cancelled. At current prices, this is equivalent to a capital reduction of DKK 46 million. After cancellation, the bank's share capital will be DKK 26.2 million in 5,240,000 five DKK shares.

A final recommendation to the annual general meeting is that a new buy-up programme for up to 200,000 shares be established between now and the next annual general meeting. The shares must be bought at market prices and the maximum amount available for the buy-up will be DKK 240 million. The programme will otherwise only be implemented in whole or in part to the extent to which the board of directors judges it commercially advantageous for shareholders.

New CAD 3/Basle II capital adequacy rules on 1 January 2007

New capital adequacy rules came into force on 1 January 2007. The bank will use the standard method from the beginning. The new rules and the bank's structure mean that the weighting of the bank's assets including operational risks is expected to be reduced significantly. Trial calculations made by the bank's computer contractor Bankdata show a reduction of 10-15% in risk weighted assets when the changes in the system are fully implemented during 2007.

The bank's goal for many years has been to reduce the Tier 1 key figure via profitable growth and expansion of a diversified loans portfolio with a lower average credit risk than in the bank's total loan portfolio. The bank's goal is to work towards a Tier 1 core capital ratio of approx. 8 and a Tier 2 solvency ratio of approx. 11. This strategy has succeeded, and notwithstanding the capital allocations in 2007, there will be comfortable room for the bank's future growth without calling on shareholders to inject new capital. To this must be added the positive effects of the new capital adequacy rules, which according to trial calculations will lift the core capital percentage by approx. 1.5 percentage points.

Accounting policies and key figures

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

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

The Danish Financial Supervisory Authority's official key figures are given in the notes.

Expectations and plans

The result achieved for 2006 is significantly better than expected at the beginning of the year. This is attributable partly to much better banking operations than the budgeted result of DKK 325-340 million against the realised DKK 477 million, and partly to a positive value adjustment of securities.

Ringkjøbing Landbobank has a market share of about 50% in that part of West Jutland in which its old branches are located. The bank's policy is to retain and develop this part of its customer portfolio with good and competitive products.

The bank also markets itself in Herning, Holstebro and Viborg, where the newest branches are located. Ringkjøbing Landbobank is being perceived to a higher and higher degree as the best local alternative to the major banks, which is resulting in a strong increase in customer numbers and leading the bank to expect that our presence in these cities will be further extended in the years to come.

The bank's Distance Customer department and niche concepts are the fastest growing part of the bank – a development which is expected to continue in 2007. The concepts within the financing of wind turbines, medical practitioners, securities, dissavings loans, Danish and foreign holiday homes and Private Banking are thus expected to continue to develop positively in the years to come.

Against this background, net interest and fees are expected to increase in 2007. Costs including depreciations on tangible assets are expected to rise by about 10% in 2007. The good economic conditions are expected to continue into 2007, and the need for new write-downs and provisions is therefore expected to be at a low level.

The bank's general expectation is that the result of actual banking operations in 2007 will be in the range DKK 400-450 million against DKK 477 million in 2006, when write-downs to net DKK 69 million were reversed. To this must be added the result of the bank's portfolio of securities.

Financial calendar

The financial calendar for the coming year is as follows:

28 February 2007	General meeting
18 April 2007	Quarterly report – 1 st quarter 2007
8 August 2007	Half-yearly report for the first six months of 2007
24 October 2007	Quarterly report – 3 rd quarter 2007

The bank's annual report for 2006 is now also published in .pdf format in both Danish and English. The printed version is expected to be ready for delivery to the bank's branches from the beginning of February.

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

Yours sincerely,

Ringkjøbing Landbobank

Bent Naur

John Fisker

Ringkjøbing Landbobank

Profit and loss account

Note		1.1 – 31.12.2006	1.1 – 31.12.2005
		DKK 1,000	DKK 1,000
			Adjusted to changed accounting policies
1	Interest receivable	705,949	500,547
2	Interest payable	309,366	166,080
	Net income from interest	396,583	334,467
	Interest-like commission income	19,963	23,308
	Dividend on capital shares etc.	4,596	3,979
3	Income from fees and commissions	188,587	159,995
3	Fees and commissions paid	30,464	34,451
	Net income from interest and fees	579,265	487,298
4	Value adjustments	+128,979	+56,237
	Other operating income	4,717	2,650
5, 6	Staff and administration costs	204,038	187,426
	Amortisation, depreciation and write-downs on intangible and tangible assets	4,517	2,421
	Other operating costs	5	48
8	Write-downs on loans and debtors etc.	+69,027	+5,047
	Result of capital shares	0	144
	Profit before tax	573,428	361,481
7	Tax	141,046	96,885
	Profit for the financial year	432,382	264,596

Proposed allocation of profit

	Total available	432,382	264,596
	Dividend	158,400	145,200
	Other purposes	300	300
	Transferred to reserve for net revaluation under the intrinsic value method	0	144
	Appropriation to own funds	273,682	118,952
	Total distribution	432,382	264,596

Actual banking operations

	Net income from interest	396,583	334,467
	Interest-like commission income	19,963	23,308
	Dividend on capital shares etc.	4,596	3,979
	Net income from fees and commissions	158,123	125,544
	Value adjustments of sector shares *)	20,534	14,572
	Foreign exchange income	11,723	6,019
	Other operating income	4,717	2,650
	Total net income	616,239	510,539
	Staff and administration costs	204,038	187,426
	Amortisation, depreciation and write-downs on intangible and tangible assets	4,517	2,421
	Other operating costs	5	48
	Total net costs	208,560	189,895
	Write-downs on loans and debtors etc.	+69,027	+5,047
	Result of actual banking operations	476,706	325,691

*) excl. gain of shares in Totalkredit A/S and Sparinvest Holding A/S.

Balance sheet

Note		End Dec. 2006 DKK 1,000	End Dec. 2005 DKK 1,000
	Assets		
	Cash in hand and claims at call on central banks	51,868	53,587
	Claims on credit institutions and deposits with central banks	3,287,875	2,172,696
8, 9	Loans and other debtors at amortised cost price	12,760,168	10,023,406
10	Bonds at current value	685,718	716,250
11	Shares etc.	280,829	212,639
	Capital shares in affiliated companies etc.	555	555
	Buildings and land total	62,101	59,316
	Investment properties	8,665	10,361
	Domicile properties	53,436	48,955
	Other tangible assets	4,042	2,699
	Actual tax assets	13,399	4,705
	Deferred tax assets	26,653	30,829
	Other assets	94,877	83,922
	Periodic-defined items	1,273	0
	Total assets	17,269,358	13,360,604
	Liabilities and equity		
	Debt to credit institutions and central banks	7,810,180	5,077,055
	Deposits and other debts	7,046,159	6,291,696
	Issued bonds at amortised cost price	2,955	0
	Other liabilities	197,524	255,209
	Periodic-defined items	812	1,149
	Total debt	15,057,630	11,625,109
8	Provisions for pensions and similar liabilities	13,205	13,967
	Provisions for losses on guarantees	5,087	4,150
	Other provisions	3,358	1,704
	Total provisions for liabilities	21,650	19,821
12	Subordinated loan capital	287,988	0
	Hybrid core capital	191,300	200,952
	Total subordinated debt	479,288	200,952
13	Share capital	26,400	26,400
	Provisions for revaluation	0	149
	Reserve for net revaluation under the intrinsic value method	204	204
	Proposed dividend etc.	158,700	145,500
	Profit carried forward	1,525,486	1,342,469
	Total shareholders' equity	1,710,790	1,514,722
	Total liabilities	17,269,358	13,360,604
15	Contingent liability		
16	Capital adequacy computation		

Statement of shareholders' equity

	Share capital	Provisions for re-valuation	Reserve for net revaluation under the intrinsic value method	Proposed dividend etc.	Profit carried forward	Total shareholders' equity
Shareholders' equity at the end of the previous financial year	26,400	149	204	0	1,487,969	1,514,722
Dividend etc. paid					-145,500	-145,500
Shareholders' equity after allocation of dividend etc.	26,400	149	204	0	1,342,469	1,369,222
Dividend received on own shares					3,214	3,214
Purchase and sale of own shares					-93,807	-93,807
Tax calculated on transactions with own shares					-13,749	-13,749
Adjustment of deferred tax concerning own shares					13,677	13,677
Other shareholders' equity items		-149				-149
Profit for the year				158,700	273,682	432,382
Shareholders' equity on balance sheet date	26,400	0	204	158,700	1,525,486	1,710,790

Notes

Note	1.1 – 31.12.2006	1.1 – 31.12.2005
	DKK 1,000	DKK 1,000
		Adjusted to changed accounting policies
1 Interest receivable		
Claims on credit institutions and deposits with central banks	59,838	37,150
Loans and other debtors	633,987	467,878
Loans (interest concerning the written-down part of loans)	-20,559	-23,100
Bonds	26,184	22,759
Total derivatives financial instruments	6,060	-4,721
of which		
Currency contracts	9,965	4,862
Interest-rate contracts	-3,905	-9,583
Other	439	581
Total interest receivable	705,949	500,547
2 Interest payable		
Credit institutions and central banks	141,209	60,237
Deposits and other debts	146,045	97,190
Issued bonds	35	0
Subordinated debt	21,012	8,153
Other	1,065	500
Total interest payable	309,366	166,080
3 Gross income from fees and commissions		
Securities trading	57,362	52,162
Asset management	65,303	38,835
Payment handling	15,910	14,725
Loan fees	8,151	12,925
Guarantee commissions	26,027	25,997
Other fees and commissions	15,834	15,351
Total gross income from fees and commissions	188,587	159,995
Net income from fees and commissions		
Securities trading	41,834	31,095
Asset management	60,950	36,501
Payment handling	15,640	13,916
Loan fees	5,832	9,949
Guarantee commissions	26,029	25,997
Other fees and commissions	7,838	8,086
Total net income from fees and commissions	158,123	125,544
4 Value adjustments		
Loans and other debtors at current value	-6,169	-1,613
Bonds	-5,886	-167
Shares etc.	61,076	28,780
Shares in sector companies	20,534	14,572
Shares in Totalkredit A/S and Sparinvest Holding A/S	30,829	0
Foreign exchange income	11,723	6,019
Total derivatives financial instruments	-3,864	10,984
of which		
Interest-rate contracts	-4,560	8,462
Share contracts	696	2,522
Other liabilities	20,736	-2,338
Total value adjustments	128,979	56,237

Notes

Note	1.1 – 31.12.2006	1.1 – 31.12.2005
	DKK 1,000	DKK 1,000
		Adjusted to changed accounting policies
5		
Staff and administration costs		
Salaries and payments to management, board of directors and shareholders' committee		
Management	5,200	4,505
Board of directors	738	726
Shareholders' committee	215	210
Total	6,153	5,441
Staff costs		
Salaries	97,618	87,045
Pensions	9,282	8,334
Social security expenses	10,102	8,886
Total	117,002	104,265
Other administration costs	80,883	77,720
Total staff and administration costs	204,038	187,426
6		
Number of employees		
Average number of employees during the financial year converted into full-time employees	270.6	250.9
7		
Tax		
Tax calculated on the years profit	128,279	109,561
Adjustment on deferred tax	17,853	-14,571
Adjustment of tax calculated for previous years	-5,086	0
Tax on write-downs account	0	1,895
Total tax	141,046	96,885
Effective tax rate (percent)		
The current tax rate of the bank	28.0	28.0
Non-liable income and non-deductible costs etc.	-2.5	-1.7
Adjustment of tax calculated for previous years	-0.9	0.0
Tax on write-downs account	0.0	0.5
Total effective tax rate	24.6	26.8

Note		End Dec. 2006 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		
	Cumulative individual write-downs on loans and other debtors at the end of the previous financial year	340,750	347,705
	Write-downs/value adjustments during the year	61,100	110,245
	Reverse entry – write-downs made in previous financial years	-110,203	-98,060
	Booked losses covered by write-downs	-11,734	-19,140
	Cumulative individual write-downs on loans and other debtors on balance sheet date	279,913	340,750
	Group write-downs		
	Cumulative group write-downs on loans and other debtors at the end of the previous financial year	12,100	10,000
	Write-downs/value adjustments during the year	0	2,100
	Reverse entry – write-downs made in previous financial years	-2,100	0
	Cumulative group write-downs on loans and other debtors on balance sheet date	10,000	12,100
	Total cumulative write-downs on loans and other debtors on the balance sheet date	289,913	352,850
	Provisions for losses on guarantees		
	Cumulative individual provisions at the end of the previous financial year	4,150	4,150
	Provisions/value adjustments during the year	1,387	0
	Reverse entry – provisions made in previous financial years	-450	0
	Cumulative individual provisions on the balance sheet date	5,087	4,150
	Total cumulative write-downs on loans and other debtors and provisions for losses on guarantees on balance sheet date	295,000	357,000
9	Suspended calculation of interest		
	Loans and debtors with suspended calculation of interest on the balance sheet date	20,578	35,796
10	Bonds at current value		
	Quoted on the stock exchange	685,718	716,250
	Total bonds at current value	685,718	716,250
11	Shares etc.		
	Listed on Copenhagen Stock Exchange	97,105	55,132
	Listed on other stock exchanges	132	274
	Unlisted shares	540	6,113
	Sector shares	168,532	136,373
	Other holdings	14,520	14,747
	Total shares etc.	280,829	212,639

		End Dec. 2006 DKK 1,000	End Dec. 2005 DKK 1,000
12	Subordinated debt		
	Subordinated loan capital:		
	Principal DKK 300 million, interest rate 3.995%, expiry 9.2.2014	298,816	0
	Value adjustment, subordinated loan capital	-10,828	0
	Hybrid core capital:		
	Principal DKK 200 million, interest rate 4.795%, indefinite term	198,870	198,614
	Value adjustment, hybrid core capital	-7,570	2,338
	Total subordinated debt	479,288	200,952
13	Share capital		
	Number of shares at DKK 5 each	5,280,000	5,280,000
	Share capital	26,400	26,400
14	Own capital shares		
	Own capital shares included at	0	0
	The market value is	129,278	84,063
	Number of own shares		
	Beginning of year	112,084	126,240
	Net purchases and sales of own shares during the year	7,618	-14,156
	End of year	119,702	112,084
	Nominal value of holding of own shares, end of year	599	560
	Own shares' proportion of share capital, end of year (%)	2.3	2.1
	Total purchase price for shares acquired during the year	531,100	287,445
	Total sales price for shares sold during the year	437,293	298,771
15	Contingent liabilities		
	Guarantees etc.		
	Finance guarantees	1,830,027	1,601,820
	Guarantees for foreign loans	1,470,113	1,865,478
	Guarantees against losses on mortgage credit loans	1,188,010	1,102,521
	Registration and conversion guarantees	193,619	150,670
	Other guarantees	121,850	421,369
	Total guarantees etc.	4,803,619	5,141,858
	Other contingent liabilities		
	Irrevocable credit commitments	0	50,000
	Other liabilities	3,695	3,140
	Total other contingent liabilities	3,695	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	160,434	96,376

Notes

Note		End Dec. 2006 DKK 1,000	End Dec. 2005 DKK 1,000
16	Capital adequacy computation		
	Total risk weighted assets	16,525,109	13,297,521
	Computed under Danish Financial Supervisory Authority executive order:		
	Core capital after deduction excluding hybrid core capital	1,525,437	1,338,244
	Hybrid core capital	200,000	200,000
	Core capital after deduction including hybrid core capital	1,725,437	1,538,244
	Subordinated loan capital	300,000	0
	Deduction from/supplement to capital base	0	149
	Capital base after deduction	2,025,437	1,538,393
	Core capital ratio excluding hybrid core capital	9.2%	10.1%
	Core capital ratio – Tier 1	10.4%	11.6%
	Solvency ratio – Tier 2	12.3%	11.6%
17	Miscellaneous comments on:		
	Main figures, key figures for the bank and key figures per DKK 5 share – page 1		
	<ul style="list-style-type: none"> Total capital base is computed as the total shareholders equity at the end of the year including proposed dividend etc. plus the book value of total subordinated debt. Return on equity at the beginning of the year before and after tax are both computed after allocation of dividend etc. Key figures per DKK 5 share are for the years 2002-2005, all adjusted for the denomination of the bank's shares which was changed in 2006. 		
	Actual banking operations – page 4		
	<ul style="list-style-type: none"> Comparative figures for the years 1997-2005 have been adjusted for the changed accounting policies (cf. "Accounting policies and key figures" on page 6). 		
	Notes 13 and 14 – page 14		
	<ul style="list-style-type: none"> Information on number of shares relative to denomination for 2005 has been adjusted for the denomination of the bank's shares which was changed in 2006. 		
	Changed accounting policy		
	<ul style="list-style-type: none"> Comparative figures for the years 2000-2005 have generally been adjusted for the changed accounting policies (cf. "Accounting policies and key figures" on page 6). 		

Danish Financial Supervisory Authority key figures for Danish banks

		2006	2005	2004	2003	2002
Solvency ratio	%	12.3	11.6	11.9	14.4	14.9
Core capital ratio	%	10.4	11.6	12.2	15.1	14.6
Pre-tax return on equity	%	35.6	25.0	22.5	27.5	21.6
Return on equity after tax	%	26.8	18.3	16.7	21.0	15.2
Income/cost ratio	DKK	5.11	2.95	2.60	2.75	2.40
Interest risk	%	1.6	1.7	1.6	1.9	3.4
Foreign exchange position	%	4.1	1.7	2.1	0.3	0.3
Foreign exchange risk	%	0.0	0.0	0.0	0.0	0.0
Loans and write-downs thereon relative to deposits	%	185.2	164.9	147.1	127.6	133.3
Loans relative to shareholders' equity		7.5	6.6	5.3	4.5	4.4
Excess cover relative to statutory liquidity requirements	%	134.3	88.5	83.4	137.0	126.7
Growth in loans for the year	%	27.3	39.0	38.5	14.0	28.9
Total large exposures	%	116.1	73.3	95.5	90.9	55.3
Cumulative write-down percentage	%	1.7	2.3	3.1	4.6	5.0
Write-down percentage for the year	%	-0.39	-0.03	-0.04	0.11	-0.07
Proportion of debts at reduced interest	%	0.1	0.2	0.2	0.3	0.3
Result for the year after tax, per share *	DKK	1,637.8	1,002.3	811.5	849.3	520.9
Book value per share * / **	DKK	6,631	5,862	5,325	4,473	3,888
Dividend per share *	DKK	600	550	500	175	0
Price/result for the year per share *		13.2	15.0	13.4	8.5	7.3
Price/book value per share * / **		3.26	2.56	2.04	1.62	0.98

* Calculated on the basis of a denomination of DKK 100.
** Calculated on the basis of number of shares outstanding at the end of the year.