

OMX Nordic Exchange Copenhagen  
Oslo Stock Exchange  
Other partners

6 August 2008

## Ringkjøbing Landbobank's interim report for the first half of 2008 shows increase in earnings

The bank's pre-tax profit for the first half of 2008 was DKK 263 million against DKK 251 million last year, an increase of 5%. The result is equivalent to a pre-tax return of 32% p.a. on the bank's equity at the beginning of the year.

(million DKK)	1 <sup>st</sup> half										
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Core income	368	696	609	511	417	368	328	275	242	204	196
Total costs etc.	-117	-234	-208	-190	-184	-163	-155	-133	-109	-99	-97
<b>Core earnings before write-downs</b>	<b>251</b>	<b>462</b>	<b>401</b>	<b>321</b>	<b>233</b>	<b>205</b>	<b>173</b>	<b>142</b>	<b>133</b>	<b>105</b>	<b>99</b>
Write-downs on loans	-9	+11	+69	+5	+4	-10	+6	+6	0	-5	-9
<b>Core earnings</b>	<b>242</b>	<b>473</b>	<b>470</b>	<b>326</b>	<b>237</b>	<b>195</b>	<b>179</b>	<b>148</b>	<b>133</b>	<b>100</b>	<b>90</b>
Result for portfolio	+21	-18	+103	+35	+51	+106	+30	+7	+7	-7	-1
<b>Result before tax</b>	<b>263</b>	<b>455</b>	<b>573</b>	<b>361</b>	<b>288</b>	<b>301</b>	<b>209</b>	<b>155</b>	<b>140</b>	<b>93</b>	<b>89</b>

The core earnings were DKK 242 million, which is better than the bank's budget at the beginning of the year. Expectations for core earnings in the range DKK 375-450 million are, however, maintained for the time being.

### The half-year – highlights

- 5% increase in pre-tax profit to DKK 263 million
- 32% p.a. pre-tax return on equity at the beginning of the year
- Core earnings of DKK 242 million - at the upper edge of the budget
- Good credit quality continues to keep write-downs at a low level of net DKK 9 million
- Rate of costs 31.7, still the lowest in the country
- No exposure to the real estate market in eastern Denmark
- Continuing increase in business - loans up by 4% and deposits up by 14%
- Solvency ratio 15.5 - core capital ratio 12.4
- Expectations for core earnings in 2008 maintained for the time being

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

Yours sincerely,

**Ringkjøbing Landbobank**

Bent Naur

John Fisker

**Ringkjøbing Landbobank**

## Management Report

### Core income

Core income increases by 3% from DKK 356 million in the first half of 2007 to DKK 368 million in the first half of 2008.

Net interest income increases by 15% from DKK 229 million to DKK 264 million as a function of the continued increase in business volume and the growth in customer numbers plus the increased level of interest rates.

Fees, commissions and foreign exchange income amounts to net DKK 80 million in the first half of 2008 against net DKK 101 million in the first half of 2007, a fall of 21%. This development is primarily due to a lower volume of trading in the first half of 2008 and lower earnings from the bank's asset management activities.

Competition on the Danish market with lower or no everyday fees also reduced income from fees, especially on payment transactions. During 2007 the bank abolished fees for private internet banking, withdrawals from its own automatic teller machines and exchanges of foreign currency, and all of the bank's internet banking customers were given the opportunity to save the fee on all forms of paper printouts.

Ordinary income from sector shares amounted to DKK 11 million in the half-year against DKK 14 million in the same period last year. This income derive from DLR Kredit, BankInvest Holding, Sparinvest Holding, Egnsinvest Holding, Letpension, PBS Holding, Multidata Holding, Værdipapircentralen, PRAS and Bankdata, and are typically an expression of the growth in value in the companies. The companies can be compared with the wholly owned subsidiaries of major banks.

### Costs and depreciations

Total costs including depreciations on tangible assets amounted to DKK 117 million in the period against last year's DKK 113 million, an increase of 3%.

The rate of costs is 0.2 of a percentage point lower than in the same period last year and was computed at 31.7 - still the lowest in the country.

### Write-downs on loans

Write-downs on loans etc. show a cost of net DKK 9 million in the period against the same period last year, where the item was positive by net DKK 18 million.

The bank's loans portfolio is generally strong. Given that economic conditions in Denmark have started to display signs of weakness, the bank is very satisfied with its conservative credit policy, which has always been the basis for the bank's operation. The loans portfolio is well diversified and there is no exposure to the real estate market in eastern Denmark, apart from private costumers' loans for owner-occupied homes.

The bank's total account for write-downs and provisions amounts to DKK 308 million, equivalent to 1.7% of total loans, write-downs, guarantees and provisions. The portfolio of loans on which interest calculation is suspended amounts to DKK 19 million, equivalent to 0.11% of the bank's total loans, write-downs, guarantees and provisions. The equivalent figures at the end of the first half-year in 2007 were DKK 15 million in loans on which interest calculation is suspended, equivalent to 0.08%.

## Core earnings

(million DKK)	1 <sup>st</sup> half										
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Core income	368	696	609	511	417	368	328	275	242	204	196
Total costs etc.	-117	-234	-208	-190	-184	-163	-155	-133	-109	-99	-97
<b>Core earnings before write-downs</b>	<b>251</b>	<b>462</b>	<b>401</b>	<b>321</b>	<b>233</b>	<b>205</b>	<b>173</b>	<b>142</b>	<b>133</b>	<b>105</b>	<b>99</b>
Write-downs on loans	-9	+11	+69	+5	+4	-10	+6	+6	0	-5	-9
<b>Core earnings</b>	<b>242</b>	<b>473</b>	<b>470</b>	<b>326</b>	<b>237</b>	<b>195</b>	<b>179</b>	<b>148</b>	<b>133</b>	<b>100</b>	<b>90</b>
Result for portfolio	+21	-18	+103	+35	+51	+106	+30	+7	+7	-7	-1
Result before tax	263	455	573	361	288	301	209	155	140	93	89

Core earnings before write-downs in the first half of 2008 were DKK 251 million against DKK 242 million in the first half of 2007, an increase of 4%. Core earnings amount to DKK 242 million in 2008 against DKK 261 million in 2007, the only reason being that, contrary to 2007, no write-downs were reversed in 2008. Core earnings of DKK 242 million are above the bank's budget at the beginning of the year. Expectations for core earnings in the range DKK 375-450 million are, however, maintained for the time being.

## Result for portfolio

The result for the portfolio for the first half of 2008 was positive by DKK 21 million including funding costs for the portfolio. The result comprises a profit on interest-bearing claims and debt amounting to DKK 1 million including funding costs and a loss on listed shares of DKK 12 million including funding costs, and a profit of DKK 32 million resulting from an agreement entered into with Nykredit in the first quarter of 2008 on payment of the bonus agreement which was entered into in connection with the sale of Totalkredit.

The bank's holding of shares etc. at the end of the half-year amounted to DKK 253 million, DKK 56 million of which was in listed shares etc. while DKK 197 million was in sector shares etc. The bond portfolio at the end of the half-year amounted to DKK 893 million.

The total interest rate risk, computed as the impact on the result of a one percentage point change in the interest level, was 0.3% of the bank's core capital after deduction at the end of the half year.

The bank's total market risk within exposure to interest rate risk, exposure in listed shares etc. and foreign exchange exposure remains at a low 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 half of 2008:

	<b>Risk in DKK</b>	<b>% risk relative to equity at end of half-year</b>
Highest risk of loss:	12.5 million	0.69%
Smallest risk of loss:	3.2 million	0.18%
Average risk of loss	7.9 million	0.43%

The bank's policy is to continue to keep the market risk at a low level.

### **Result after tax**

The result after tax was DKK 200 million in the first half-year 2008 against DKK 189 million in the same period last year, an increase of 6%. Tax of DKK 63 million was calculated, giving an effective tax rate of 23.9%. The result after tax is equivalent to a 25% return on equity at the beginning of the year after payment of dividend etc.

### **The balance sheet**

The bank's balance sheet total stood at DKK 18,207 million at the end of the half year against last year's DKK 17,834 million, an increase of 2%. Deposits increased by 14% from DKK 7,787 million to DKK 8,862 million. The growth in the bank's loans was 4% from DKK 13,701 million in 2007 to DKK 14,243 at the end of the first half of 2008. The underlying growth in both deposits and loans from the branch network and the bank's niche concepts remains satisfactory. This does not, however, apply to the loans portfolio in the bank's private banking department, where customers have reduced drawings on investment credits significantly over the last year.

The bank's portfolio of guarantees was DKK 3,370 million at the end of the first half of 2008 against DKK 4,261 million in 2007.

### **Rating**

The bank was rated by Moody's Investors Service in May 2007 as follows:

Financial strength	C+
Short-term liquidity	P-1
Long-term liquidity	A1

These ratings were most recently confirmed on 30 April 2008 with stable outlook.

## Liquidity

The bank's liquidity is good, and the excess cover relative to the statutory requirement is 126.1%. The bank's short-term money market loans amount to DKK 2.8 billion, corresponding to DKK 3.3 billion in short-term money market placings, primarily in the Danish National Bank and liquid securities. The bank also has undrawn long-term confirmed credit facilities to the equivalent of a total of DKK 1.4 billion as backup facilities. The bank is thus not dependent on the short-term money market. The first date of maturity on the bank's long-term funding is in the 4<sup>th</sup> quarter of 2010.

## Capital 2008

Equity at the end of 2007 amounted to DKK 1,779 million, from which dividends etc. of net DKK 150 million were paid, while other equity items (primarily the buying up of own shares) amounted to DKK -13 million. The profit for the half-year was DKK 200 million, after which equity totalled DKK 1,816 million at the end of the first half of 2008.

The bank took up new subordinate loan capital in the second quarter of 2008 to the equivalent of approx. DKK 200 million expiring in 2021. To this must be added previous hybrid core capital of nom. DKK 200 million with an indefinite term and subordinate loan capital of nom. DKK 300 million expiring in 2014, so that the bank's total capital base at the end of the first half of 2008 amounted to DKK 2,506 million.

The solvency ratio was computed at 15.5 and the core capital ratio at 12.4 at the end of the first half of 2008.

It was decided at the bank's annual general meeting in February 2008 to cancel 200,000 own shares, equivalent to 3.8% of the share capital. The shares have now been cancelled and the bank's share capital is then DKK 25.2 million in 5,040,000 five kroner shares.

The general meeting in February 2008 also authorised the bank to buy up to 200,000 own shares to be set aside for later cancellation. No shares have yet been set aside under this authorisation.

The bank's shares were listed at the beginning of the year on the OMX Nordic Exchange Copenhagen at 858. The share price had fallen to 705 at the end of the half-year which, including dividend paid, constituted a return of minus 14%.

The bank's shares are included in the MidCap+ index on the OMX Nordic Exchange Copenhagen, and the market value amounted to DKK 3.3 billion on 4 August 2008.

## Accounting policies and key figures

Accounting policies are unchanged from the last financial year.

With effect from 2008, the bank has changed its calculation of the key figure "Rate of costs". In future, the key figure will be calculated as the total "Total costs etc." (including depreciations on tangible fixed assets) divided by the total "Total core income". The comparative figures on page 7 have been adjusted for the changed method of calculation.

**Expectations for earnings in 2008**

The core earnings of DKK 242 million are better than the bank's budget at the beginning of the year. Expectations for core earnings in the range DKK 375-450 million are, however, maintained for the time being.

**Financial calendar**

The financial calendar for the forthcoming publications is as follows:

22 October 2008	Quarterly report for 1 <sup>st</sup> -3 <sup>rd</sup> quarters 2008
4 February 2009	Announcement of the annual accounts for 2008
25 February 2009	General meeting

## Main and key figures for the bank

Main figures for the bank (million DKK)	1 <sup>st</sup> half year 2008	1 <sup>st</sup> half year 2007	Full year 2007
Core income excl. trade income	354	332	655
Trade income	14	23	41
Total core income	368	355	696
Total costs and depreciations	117	113	234
<b>Core earnings before write-downs on loans</b>	<b>251</b>	<b>242</b>	<b>462</b>
Write-downs on loans etc.	-9	+19	+11
<b>Core earnings</b>	<b>242</b>	<b>261</b>	<b>473</b>
<b>Profit before tax</b>	<b>263</b>	<b>251</b>	<b>455</b>
<b>Profit after tax</b>	<b>200</b>	<b>189</b>	<b>348</b>
Shareholders' equity	1,816	1,766	1,779
Total capital base	2,506	2,220	2,110
Deposits	8,862	7,787	9,162
Loans	14,243	13,701	14,135
Balance sheet total	18,207	17,834	19,634
Guarantees	3,370	4,261	4,804
<b>Key figures for the bank (per cent)</b>			
Pre-tax return on equity, beginning of period	32.3	32.3	29.3
Return on equity after tax, beginning of period	24.6	24.4	22.4
Rate of costs	31.7	31.9	33.7
Core capital ratio	12.4	12.7	11.2
Solvency ratio	15.5	14.6	13.0
<b>Key figures per 5 DKK share (DKK)</b>			
Core earnings	48	50	94
Profit before tax	52	48	90
Profit after tax	40	36	69
Net asset value	360	340	353
Price, end of period	705	1,035	858

## Profit and loss account

Note		1.1-30.6 2008 DKK 1,000	1.1-30.6 2007 DKK 1,000	1.1-31.12 2007 DKK 1,000
1	Interest receivable	583,124	473,392	1,031,830
2	Interest payable	323,131	245,679	570,690
	<b>Net income from interest</b>	<b>259,993</b>	<b>227,713</b>	<b>461,140</b>
	Interest-like commission income	11,004	8,687	17,376
	Dividend on capital shares etc.	1,487	2,288	2,386
3	Income from fees and commissions	84,162	111,035	207,977
3	Fees and commissions paid	14,894	18,956	35,599
	<b>Net income from interest and fees</b>	<b>341,752</b>	<b>330,767</b>	<b>653,280</b>
4	Value adjustments	+44,968	+12,716	+17,965
	Other operating income	2,460	2,405	7,443
5,6	Staff and administration costs	115,542	112,024	229,755
	Amortisation, depreciation and write-downs on intangible and tangible assets	1,227	1,298	4,647
	Other operating costs	0	0	16
10	Write-downs on loans and debtors etc.	-9,381	+18,494	+10,791
	Result of capital shares in associated companies	0	0	-11
	<b>Profit before tax</b>	<b>263,030</b>	<b>251,060</b>	<b>455,050</b>
7	Tax	62,900	61,956	106,730
	<b>Profit after tax</b>	<b>200,130</b>	<b>189,104</b>	<b>348,320</b>

## Core earnings

		1.1-30.6 2008 DKK 1,000	1.1-30.6 2007 DKK 1,000	1.1-31.12 2007 DKK 1,000
	Net income from interest	263,741	229,410	464,777
	Interest-like commission income	11,004	8,687	17,376
	Net income from fees and provisions excl. commission	54,822	68,690	131,267
	Foreign exchange income	10,535	8,950	16,759
	Other operating income	2,460	2,405	7,443
	Income from sector shares	11,087	14,129	17,523
	<b>Total core income excl. trade income</b>	<b>353,649</b>	<b>332,271</b>	<b>655,145</b>
	Trade income	14,446	23,389	41,111
	<b>Total core income</b>	<b>368,095</b>	<b>355,660</b>	<b>696,256</b>
	Staff and administration costs	115,542	112,024	229,755
	Amortisation, depreciation and write-downs on intangible and tangible assets	1,227	1,298	4,647
	Other operating costs	0	0	16
	Total costs etc.	116,769	113,322	234,418
	<b>Core earnings before write-downs on loans</b>	<b>251,326</b>	<b>242,338</b>	<b>461,838</b>
	Write-downs on loans and debtors etc.	-9,381	+18,494	+10,791
	<b>Core earnings</b>	<b>241,945</b>	<b>260,832</b>	<b>472,629</b>
	Result for portfolio	+21,085	-9,772	-17,579
	Profit before tax	263,030	251,060	455,050
	Tax	62,900	61,956	106,730
	Profit after tax	200,130	189,104	348,320



## Balance sheet

Note		End June 2008 DKK 1,000	End June 2007 DKK 1,000	End Dec. 2007 DKK 1,000
	<b>Assets</b>			
	Cash in hand and claims at call on central banks	52,528	38,899	44,226
<b>8</b>	Claims at notice on central banks	1,452,298	1,457,140	3,280,288
<b>8</b>	Claims on credit institutions			
	Money market operations and bilateral loans - term to maturity under 1 year	882,680	1,539,510	795,618
	Bilateral loans - term to maturity over 1 year	148,467	243,724	216,932
<b>9,10,11</b>	Loans and other debtors at amortised cost price	14,242,544	13,700,830	14,134,637
<b>12</b>	Bonds at current value	892,888	388,230	647,310
<b>13</b>	Shares etc.	252,838	282,648	266,567
	Capital shares in associated companies	544	555	544
	Land and buildings total	70,800	64,527	70,992
	Investment properties	5,612	8,665	5,611
	Domicile properties	65,188	55,862	65,381
	Other tangible assets	4,145	3,757	4,134
	Actual tax assets	0	0	13,120
	Deferred tax assets	11,173	23,797	11,173
	Other assets	194,706	88,689	147,197
	Periodic-defined items	990	1,273	990
	<b>Total assets</b>	<b>18,206,601</b>	<b>17,833,579</b>	<b>19,633,728</b>

## Balance sheet

Note		End June 2008 DKK 1,000	End June 2007 DKK 1,000	End Dec. 2007 DKK 1,000
	<b>Liabilities and equity</b>			
14	Debt to credit institutions and central banks	0	0	0
	Money market operations and bilateral credits - term to maturity under 1 year	2,765,898	5,305,137	4,307,206
	Bilateral credits - term to maturity over 1 year	3,142,021	2,204,102	3,132,755
15	Deposits and other debts	8,861,993	7,787,281	9,161,775
16	Issued bonds at amortised cost price	566,655	4,703	474,287
	Actual tax liabilities	21,710	24,865	0
	Other liabilities	359,469	250,326	284,328
	Periodic-defined items	1,079	1,013	1,020
	<b>Total debt</b>	<b>15,718,825</b>	<b>15,577,427</b>	<b>17,361,371</b>
	Provisions for pensions and similar liabilities	10,208	12,123	11,466
10	Provisions for losses on guarantees	2,484	11,687	7,303
	Other provisions	0	0	1,164
	<b>Total provisions for liabilities</b>	<b>12,692</b>	<b>23,810</b>	<b>19,933</b>
	Subordinated loan capital	477,442	283,083	287,063
	Hybrid core capital	181,970	183,647	186,800
17	<b>Total subordinated debt</b>	<b>659,412</b>	<b>466,730</b>	<b>473,863</b>
18	Share capital	25,200	26,200	26,200
	Reserve for net revaluation under the intrinsic value method	193	204	193
19	Proposed dividend etc.	0	0	157,500
19	Profit carried forward	1,790,279	1,739,208	1,594,668
	<b>Total shareholders' equity</b>	<b>1,815,672</b>	<b>1,765,612</b>	<b>1,778,561</b>
	<b>Total liabilities and equity</b>	<b>18,206,601</b>	<b>17,833,579</b>	<b>19,633,728</b>
21	Contingent liabilities			
22	Capital adequacy computation			

## Notes

Note	1.1-30.6 2008 DKK 1,000	1.1-30.6 2007 DKK 1,000	1.1-31.12 2007 DKK 1,000
<b>1 Interest receivable</b>			
Claims on credit institutions and deposits with central banks	67,483	55,298	136,229
Loans and other debtors	501,139	419,550	892,747
Loans - interest concerning the written-down part of loans	-11,750	-9,977	-20,152
Bonds	18,371	8,820	19,326
Total derivatives financial instruments, of which	7,881	-299	3,431
Currency contracts	7,288	1,317	5,977
Interest-rate contracts	593	-1,616	-2,546
Other	0	0	249
<b>Total interest receivable</b>	<b>583,124</b>	<b>473,392</b>	<b>1,031,830</b>
<b>2 Interest payable</b>			
Credit institutions and central banks	136,183	125,517	282,786
Deposits and other debts	161,103	109,630	262,386
Issued bonds	15,371	80	3,083
Subordinated debt	10,474	10,452	21,927
Other	0	0	508
<b>Total interest payable</b>	<b>323,131</b>	<b>245,679</b>	<b>570,690</b>
<b>3 Gross income from fees and commissions</b>			
Securities trading	20,917	33,621	58,682
Asset management	28,221	44,329	78,993
Payment handling	8,415	8,248	17,368
Loan fees	4,619	3,481	7,750
Guarantee commissions	13,784	13,439	28,228
Other fees and commissions	8,206	7,917	16,956
<b>Total gross income from fees and commissions</b>	<b>84,162</b>	<b>111,035</b>	<b>207,977</b>
<b>Net income from fees and commissions</b>			
Securities trading	14,446	23,389	41,111
Asset management	25,953	41,513	73,934
Payment handling	7,416	8,069	15,668
Loan fees	3,590	2,327	5,498
Guarantee commissions	13,784	13,439	28,228
Other fees and commissions	4,079	3,342	7,939
<b>Total net income from fees and commissions</b>	<b>69,268</b>	<b>92,079</b>	<b>172,378</b>
Foreign exchange income	10,535	8,950	16,759
<b>Total net fees, comm. and foreign exchange income</b>	<b>79,803</b>	<b>101,029</b>	<b>189,137</b>
<b>4 Value adjustments</b>			
Loans and other debtors at current value	-2,707	-1,841	-1,318
Bonds	-16,016	-3,730	-4,638
Shares etc.	-11,195	-8,352	-15,303
Shares in sector companies	10,155	12,814	16,208
Shares in Totalkredit A/S	32,209	0	0
Foreign exchange income	10,535	8,950	16,759
Total derivatives financial instruments	8,882	-7,684	1,394
Issued bonds	-103	0	334
Other liabilities	13,208	12,559	4,529
<b>Total value adjustments</b>	<b>44,968</b>	<b>12,716</b>	<b>17,965</b>

## Notes

Note		1.1-30.6 2008 DKK 1,000	1.1-30.6 2007 DKK 1,000	1.1-31.12 2007 DKK 1,000
<b>5</b>	<b>Staff and administration costs</b>			
	Salaries and payments to board of managers, board of directors and shareholders' committee			
	Board of managers	2,722	2,628	5,213
	Board of directors	399	406	805
	Shareholders' committee	0	0	368
	Total	3,121	3,034	6,386
	Staff costs			
	Salaries	52,409	50,224	107,283
	Pensions	5,079	4,822	10,104
	Social security expenses	5,747	5,511	12,426
	Total	63,235	60,557	129,813
	Other administration costs	49,186	48,433	93,556
	<b>Total staff and administration costs</b>	<b>115,542</b>	<b>112,024</b>	<b>229,755</b>
<b>6</b>	<b>Number of employees</b>			
	Average number of employees during the period converted into full-time employees	<b>277.2</b>	<b>274.1</b>	<b>279.1</b>
<b>7</b>	<b>Tax</b>			
	Tax calculated on the period profit	62,900	59,100	113,656
	Adjustment on deferred tax	0	2,856	-5,903
	Adjustment of deferred tax due to change in tax rate	0	0	-1,023
	Adjustment of tax calculated for previous years	0	0	0
	<b>Total tax</b>	<b>62,900</b>	<b>61,956</b>	<b>106,730</b>
	<b>Effective tax rate (percent)</b>			
	The current tax rate of the bank	25.0	25.0	25.0
	Non-liable income and non-deductible costs etc.	-1.1	-1.5	-1.3
	Adjustment of deferred tax due to change in tax rate	0.0	1.2	-0.2
	Adjustment of tax calculated for previous years	0.0	0.0	0.0
	<b>Total effective tax rate</b>	<b>23.9</b>	<b>24.7</b>	<b>23.5</b>

Note		End June 2008 DKK 1,000	End June 2007 DKK 1,000	End Dec. 2007 DKK 1,000
<b>8</b>	<b>Claims on credit institutions and deposits with central banks</b>			
	Claims at call	569,092	774,626	428,052
	Up to and including 3 months	1,502,298	2,157,140	3,573,288
	More than 3 months and up to and including 1 year	263,588	64,884	74,566
	More than 1 year and up to and including 5 years	105,700	174,422	173,482
	More than 5 years	42,767	69,302	43,450
	<b>Total claims on credit institutions and deposits with central banks</b>	<b>2,483,445</b>	<b>3,240,374</b>	<b>4,292,838</b>

## Notes

Note		End June 2008 DKK 1,000	End June 2007 DKK 1,000	End Dec. 2007 DKK 1,000
<b>9</b>	<b>Loans and other debtors at amortised cost price</b>			
	At call	4,271,358	4,961,946	4,966,877
	Up to and including 3 months	857,895	1,073,010	797,107
	More than 3 months and up to and including 1 year	2,361,235	1,955,876	2,169,886
	More than 1 year and up to and including 5 years	3,376,127	3,073,782	3,187,749
	More than 5 years	3,375,929	2,636,216	3,013,018
	<b>Total loans and other debtors at amortised cost price</b>	<b>14,242,544</b>	<b>13,700,830</b>	<b>14,134,637</b>
<b>10</b>	<b>Write-downs on loans and other debtors and provisions for losses on guarantees</b>			
	<b>Individual write-downs</b>			
	Cumulative individual write-downs on loans and other debtors at the end of the previous financial year	273,138	279,913	279,913
	Write-downs/value adjustments during the period	65,189	35,664	112,008
	Reverse entry - write-downs made in previous financial years	-38,250	-49,925	-108,120
	Booked losses covered by write-downs	-2,134	-2,140	-10,663
	<b>Cumulative individual write-downs on loans and other debtors on the balance sheet date</b>	<b>297,943</b>	<b>263,512</b>	<b>273,138</b>
	<b>Group write-downs</b>			
	Cumulative group write-downs on loans and other debtors at the end of the previous financial year	8,656	10,000	10,000
	Write-downs/value adjustments during the period	1,257	0	0
	Reverse entry - write-downs made in previous financial years	-1,850	0	-1,344
	<b>Cumulative group write-downs on loans and other debtors on the balance sheet date</b>	<b>8,063</b>	<b>10,000</b>	<b>8,656</b>
	<b>Total cumulative write-downs on loans and other debtors on the balance sheet date</b>	<b>306,006</b>	<b>273,512</b>	<b>281,794</b>
	<b>Provisions for losses on guarantees</b>			
	Cumulative individual provisions at the end of the previous financial year	7,303	5,087	5,087
	Provisions/value adjustments during the period	0	6,907	3,868
	Reverse entry - provisions made in previous financial years	-4,819	-307	-1,652
	Booked losses covered by provisions	0	0	0
	<b>Cumulative individual provisions on the balance sheet date</b>	<b>2,484</b>	<b>11,687</b>	<b>7,303</b>
	<b>Total cumulative write-downs on loans and other debtors and provisions for losses on guarantees on the balance sheet date</b>	<b>308,490</b>	<b>285,199</b>	<b>289,097</b>
<b>11</b>	<b>Suspended calculation of interest</b>			
	Loans and other debtors with suspended calculation of interest on the balance sheet date	19,239	15,011	13,190

## Notes

Note		End June 2008 DKK 1,000	End June 2007 DKK 1,000	End Dec. 2007 DKK 1,000
<b>12</b>	<b>Bonds at current value</b>			
	Listed on the stock exchange	892,888	388,230	647,310
	<b>Total bonds at current value</b>	<b>892,888</b>	<b>388,230</b>	<b>647,310</b>
<b>13</b>	<b>Shares etc.</b>			
	Listed on OMX The Nordic Exchange Copenhagen	46,729	72,014	50,453
	Listed on other stock exchanges	351	709	115
	Unlisted shares at current value	8,982	10,422	10,184
	Sector shares at current value	181,718	184,575	190,887
	Other holdings	15,058	14,928	14,928
	<b>Total shares etc.</b>	<b>252,838</b>	<b>282,648</b>	<b>266,567</b>
<b>14</b>	<b>Debt to credit institutions and central banks</b>			
	Debt payable on demand	487,317	971,534	809,845
	Up to and including 3 months	2,204,002	4,333,603	3,497,361
	More than 3 months and up to and including 1 year	74,579	0	0
	More than 1 year and up to and including 5 years	2,733,052	2,033,008	2,721,297
	More than 5 years	408,969	171,094	411,458
	<b>Total debt to credit institutions and central banks</b>	<b>5,907,919</b>	<b>7,509,239</b>	<b>7,439,961</b>
	The bank has undrawn long-term committed revolving credit facilities equivalent to a total of	<b>1,371,211</b>	<b>1,295,376</b>	<b>1,296,528</b>
<b>15</b>	<b>Deposits and other debts</b>			
	On demand	4,554,403	4,453,877	4,630,727
	Deposits and other debts at notice:			
	Up to and including 3 months	1,736,165	1,587,963	2,139,690
	More than 3 months and up to and including 1 year	418,807	259,275	211,614
	More than 1 year and up to and including 5 years	1,036,858	689,660	1,005,001
	More than 5 years	1,115,760	796,506	1,174,743
	<b>Total deposits and other debts</b>	<b>8,861,993</b>	<b>7,787,281</b>	<b>9,161,775</b>
	Distributed as follows:			
	On demand	4,454,160	4,560,399	4,581,804
	At notice	54,863	55,490	57,863
	Time deposits	1,992,501	1,465,955	2,214,056
	Long term deposit agreements	1,472,923	990,240	1,379,758
	Special types of deposits	887,546	715,197	928,294
		<b>8,861,993</b>	<b>7,787,281</b>	<b>9,161,775</b>
<b>16</b>	<b>Issued bonds at amortised cost price</b>			
	On demand	0	0	0
	Up to and including 3 months	0	0	0
	More than 3 months and up to and including 1 year	0	0	0
	More than 1 year and up to and including 5 years	472,427	2,969	469,705
	More than 5 years	94,228	1,734	4,582
	<b>Total issued bonds at amortised cost price</b>	<b>566,655</b>	<b>4,703</b>	<b>474,287</b>
	Distributed as follows:			
	Issues in Norwegian kroner			
	Nom. NOK 500 million	465,600	0	467,550
	Nom. NOK 100 million	93,120	0	0
	Regulation at amortised cost price and value adjustment of issues in Norwegian kroner	-710	0	-800
	Other issues	8,645	4,703	7,537
		<b>566,655</b>	<b>4,703</b>	<b>474,287</b>

## Notes

Note		End June 2008 DKK 1,000	End June 2007 DKK 1,000	End Dec. 2007 DKK 1,000
<b>17</b>	<b>Subordinated debt</b>			
	Subordinated loan capital:			
	3.995% bond loan, nom. DKK 300 million, expiry 9.2.2014	300,000	300,000	300,000
	Floating rate loan, principal EUR 27 million, expiry 30.6.2021	201,363	0	0
	Hybrid core capital:			
	4.795% bond loan, nom. DKK 200 million, indefinite term	200,000	200,000	200,000
	Regulation at amortised cost price and value adjustment of subordinated loan capital and hybrid core capital	-41,951	-33,270	-26,137
	<b>Total subordinated debt</b>	<b>659,412</b>	<b>466,730</b>	<b>473,863</b>
<b>18</b>	<b>Share capital</b>			
	Number of shares at DKK 5 each:			
	Beginning of period	5,240,000	5,280,000	5,280,000
	Cancelled during the period	-200,000	-40,000	-40,000
	End of period	5,040,000	5,240,000	5,240,000
	Including number of shares for later cancellation	0	50,000	200,000
	<b>Share capital</b>	<b>25,200</b>	<b>26,200</b>	<b>26,200</b>
<b>19</b>	<b>Profit carried forward</b>			
	<b>Profit carried forward beginning of period</b>	<b>1,752,168</b>	<b>1,684,186</b>	<b>1,684,186</b>
	Dividend etc. paid, net	-150,400	-157,924	-157,924
	<b>Profit carried forward beginning of period after divi- dend etc. paid</b>	<b>1,601,768</b>	<b>1,526,262</b>	<b>1,526,262</b>
	Purchase and sale of own shares in the period	-14,338	23,642	-126,614
	Other shareholders' equity items	2,719	200	4,189
	Profit for the period	200,130	189,104	348,331
	<b>Profit carried forward end of period</b>	<b>1,790,279</b>	<b>1,739,208</b>	<b>1,752,168</b>
<b>20</b>	<b>Own capital shares</b>			
	Own capital shares included at	0	0	0
	The market value is	8,734	65,303	168,624
	Number of own shares:			
	Beginning of period	196,531	119,702	119,702
	Net purchases and sales, including cancellation of own shares during the period	-184,142	-56,607	76,829
	End of period	12,389	63,095	196,531
	Including number of shares for later cancellation	0	50,000	200,000
	Nominal value of holding of own shares, end of period	62	315	983
	Own shares' proportion of share capital, end of period (%)	0.2	1.2	3.8

## Notes

Note	End June 2008 DKK 1,000	End June 2007 DKK 1,000	End Dec. 2007 DKK 1,000
<b>21</b>			
<b>Contingent liabilities</b>			
<b>Guarantees etc.</b>			
Finance guarantees	1,666,998	1,768,294	1,717,461
Guarantees for foreign loans	1,232,623	977,238	1,408,063
Guarantees against losses on mortgage credit loans	48,964	44,893	121,301
Guarantees against losses Totalkredit	120,931	1,158,741	1,239,306
Registration and conversion guarantees	200,365	203,128	214,565
Other guarantees	100,584	108,409	103,143
<b>Total guarantees etc.</b>	<b>3,370,465</b>	<b>4,260,703</b>	<b>4,803,839</b>
<b>Other contingent liabilities</b>			
Irrevocable credit commitments	74,579	0	0
Other liabilities	3,995	3,995	3,995
<b>Total other contingent liabilities</b>	<b>78,574</b>	<b>3,995</b>	<b>3,995</b>
As security for clearing etc., the bank has pledged bonds from its total bond holding to the Danish National Bank to a total market price of	115,048	84,461	126,275
<b>22</b>			
<b>Capital adequacy computation</b>			
Computed pursuant to the Executive order on Capital Adequacy issued by the Danish Financial Supervisory Authority:			
Weighted items with credit and counterpart risks	14,182,118	13,671,510	14,461,777
Market risk	788,847	518,841	513,401
Operational risk	1,199,363	1,057,308	1,199,363
<b>Total risk weighted items</b>	<b>16,170,328</b>	<b>15,247,659</b>	<b>16,174,541</b>
Share capital	25,200	26,200	26,200
Reserve for net revaluation under the intrinsic value method	193	204	193
Profit carried forward	1,790,279	1,739,208	1,752,168
Core capital	1,815,672	1,765,612	1,778,561
Proposed dividend etc.	0	0	-157,500
Activated deferred tax assets	-11,173	-23,796	-11,173
<b>Core capital after deduction</b>	<b>1,804,499</b>	<b>1,741,817</b>	<b>1,609,888</b>
Hybrid core capital	200,000	200,000	200,000
<b>Core capital after deduction incl. hybrid core capital</b>	<b>2,004,499</b>	<b>1,941,817</b>	<b>1,809,888</b>
Subordinated loan capital	501,363	300,000	300,000
Addition to / deduction from the capital base	0	-21,739	0
<b>Capital base after deduction</b>	<b>2,505,862</b>	<b>2,220,078</b>	<b>2,109,888</b>
<b>Core capital ratio excl. hybrid core capital (per cent)</b>	<b>11.2</b>	<b>11.4</b>	<b>10.0</b>
<b>Core capital ratio (per cent)</b>	<b>12.4</b>	<b>12.7</b>	<b>11.2</b>
<b>Solvency ratio acc. to sect. 124 of the DFBA *) (per cent)</b>	<b>15.5</b>	<b>14.6</b>	<b>13.0</b>
Minimum capital requirements under section 124 of the DFBA *)	37,290	37,211	37,283

\*) Danish Financial Business Act.



## Notes

Note	
23	<p data-bbox="256 349 635 380"><b>Miscellaneous comments on:</b></p> <p data-bbox="256 412 1214 443"><b>Main and key figures for the bank and key figures per DKK 5 share - page 7</b></p> <ul data-bbox="308 450 1476 618" style="list-style-type: none"><li data-bbox="308 450 1358 481">• Total capital base is computed as the banks capital base after deduction, cf. note 22.</li><li data-bbox="308 488 1476 551">• Return on equity at the beginning of the period before and after tax are both computed after allocation of dividend etc., net.</li><li data-bbox="308 557 1453 618">• Key figures per DKK 5 share for 1<sup>st</sup> half year 2008, 1<sup>st</sup> half year 2007 and for 2007 are calculated on the basis of respectively 5,040,000 shares, 5,190,000 shares and 5,040,000 shares.</li></ul> <p data-bbox="256 649 639 680"><b>Core earnings - pages 1 and 3</b></p> <ul data-bbox="308 687 1401 745" style="list-style-type: none"><li data-bbox="308 687 1401 745">• The comparative figures for the years 1998-2005 have not been adjusted for the change made in 2007 from actual banking operations to core earnings.</li></ul>

## Main figures summary

	1 <sup>st</sup> half 2008	1 <sup>st</sup> half 2007	2007
<b>Profit and loss account summary (million DKK)</b>			
Net income from interest	260	228	461
Dividend on capital shares etc.	2	2	2
Net income from fees and commissions etc.	80	101	190
Net income from interest and fees	342	331	653
Value adjustments	+45	+13	+18
Other operating income	2	2	7
Staff and administration costs	116	112	230
Operating depreciations	1	1	4
Write-downs on loans and debtors etc.	-9	+18	+11
Profit before tax	263	251	455
Tax	63	62	107
Profit after tax	200	189	348
<b>Main figures from the balance sheet (million DKK)</b>			
Loans and other debtors	14,243	13,701	14,135
Deposits and other debts	8,862	7,787	9,162
Subordinated debt	659	467	474
Shareholders' equity	1,816	1,766	1,779
Balance sheet total	18,207	17,834	19,634

## Danish Financial Supervisory Authority key figures for Danish banks

		1 <sup>st</sup> half 2008	1 <sup>st</sup> half 2007	2007
Solvency ratio	%	15.5	14.6	13.0
Core capital ratio	%	12.4	12.7	11.2
Pre-tax return on equity	%	14.6	14.4	26.1
Return on equity after tax	%	11.1	10.9	20.0
Income/cost ratio	DKK	3.09	3.65	3.04
Interest risk	%	0.3	0.7	1.0
Foreign exchange position	%	5.2	2.7	2.1
Foreign exchange risk	%	0.0	0.0	0.0
Excess cover relative to statutory liquidity requirements	%	126.1	101.7	161.4
Loans and write-downs thereon relative to deposits	%	164.2	179.5	157.4
Loans relative to shareholders' equity		7.8	7.8	7.9
Growth in loans	%	0.8	7.4	10.8
Total large exposures	%	22.2	77.0	38.3
Cumulative write-down percentage	%	1.7	1.6	1.5
Write-down percentage	%	0.05	-0.10	-0.06
Proportion of debtors at reduced interest	%	0.1	0.1	0.1
Result after tax per share * / ***	DKK	778.7	719.0	1,324.4
Book value per share * / **	DKK	7,223	6,821	7,053
Price/result per share * / ***		18.1	28.8	13.0
Price/book value per share * / **		1.95	3.03	2.43
<p>* 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.</p>				

## Management's Statement

The board of directors and the board of managers have today approved the interim report of Ringkjøbing Landbobank for the period 1 January - 30 June 2008.

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

We consider the accounting policies to be appropriate and the estimates which have been made to be responsible, so that the interim report provides a true and fair picture of the bank's assets, liabilities and financial position as of 30 June 2008 and of the result of the bank's activities for the period 1 January - 30 June 2008. We also believe that the management report provides a true and fair review of developments in the bank's activities and financial circumstances, and a description of the most significant risks and uncertainties which could affect the bank.

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

Ringkjøbing, 6 August 2008

### Board of managers:

**Bent Naur**  
Executive General Manager

**John Fisker**  
General Manager

### Board of directors:

**Jens Lykke Kjeldsen**  
Chairman

**Gravers Kjærgaard**  
Deputy Chairman

**Gert Asmussen**

**Keld Hansen**

**Bo Bennedsgård**  
Employee Representative

**Søren Nielsen**  
Employee Representative