

Copenhagen Stock Exchange  
Nikolaj Plads 6  
DK-1067 Copenhagen K

9 August 2006

## Half yearly report 2006

Key figures (million DKK)	1 <sup>st</sup> half-year 2006	1 <sup>st</sup> half-year 2005	Full year 2005
Net income from interest and fees	289	239	487
Value adjustments	67	37	56
Total costs and depreciation	98	92	190
Write-downs on loans etc.	+54	+2	+5
<b>Profit before tax</b>	<b>314</b>	<b>186</b>	<b>361</b>
<b>Profit after tax</b>	<b>235</b>	<b>134</b>	<b>265</b>
<b>Actual banking operations</b>	<b>267</b>	<b>160</b>	<b>326</b>
Shareholders equity	1,576	1,375	1,515
Deposits	6,579	6,129	6,292
Loans	11,050	8,283	10,023
Balance sheet total	14,511	11,510	13,361
Guarantees	4,314	4,509	5,142
<b>Key figures for the bank (per cent)</b>			
Pre-tax return on equity, start of period	45.9	30.1	29.2
Return on equity after tax, start of period	34.3	21.6	21.3
Rate of costs	33.0	38.1	38.3
Core capital ratio (Tier 1)	12.2	13.2	11.6
Solvency ratio (Tier 2)	14.3	13.1	11.6
<b>Key figures per 5 DKK share (DKK)</b>			
Actual banking operations	51	30	62
Profit before tax	60	35	68
Profit after tax	45	25	50
Net asset value	299	260	287
Price, end of period	880	713	750

## First half year 2006 – highlights

- **69% increase in pre-tax profit to DKK 314 million**
- **67% increase in profit on actual banking operations to DKK 267 million**
- **46% pre-tax return on equity at beginning of year**
- **13% improvement in rate of costs to 33.0% - the best in Denmark**
- **Good credit quality results in reversal of DKK 54 million in write-downs**
- **Strong increase in business – loans up by 33% and deposits up by 7%**
- **Continuing strong capital base – Tier 2 of 14.3%**
- **Expectations for actual banking operations were adjusted upwards in June 2006 from to DKK 400-450 million, and is now adjusted upwards by further DKK 25 million to DKK 425-475 million**

## Expected increasing business suggests continuing positive development

The bank's business is growing very satisfactorily and is driven by a continuing substantial increase in both customer numbers and activities throughout the bank. The bank's loans increased by 33%, while deposits increased by 7%. Earnings from the bank's targeted initiatives within securities trading and asset management are continuing to develop very satisfactorily.

Expectations for actual banking operations were adjusted upwards in June 2006 from DKK 325-340 million to DKK 400-450 million on the basis of increasing business 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 adjusted upwards by further DKK 25 million to DKK 425-475.

To this must be added the result for the bank's own holding of shares and interest-bearing debts, which amounted to DKK 47 million on 30 June 2006. The remaining holding of shares in Totalkredit is also expected to be sold in the fourth quarter of 2006.

## Net income from interest and fees

The earnings on net income from interest and fees were DKK 289 million against DKK 239 million in the same period last year, an increase of 21%.

The increasing business, particularly the highly positive growth in the number of customers and the continuing increase in deposits and loans, was responsible for the 17% increase in earnings on net income from interest, as the interest margin was lower in the first half of 2006 relative to last year, which is attributable partly to continuing 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 policy, the interest income was reduced by DKK 10 million in the first half of 2006, which also meant a positive adjustment to write-downs on loans by the same amount.

Fees and commissions amounted to net DKK 83 million in 2006 against DKK 60 million in 2005, an increase of 38%. 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:

	<b>First half 2006</b>	<b>First half 2005</b>
Stock exchange business and asset management	DKK 56 million	DKK 31 million
Guarantee commissions	DKK 12 million	DKK 14 million
Payment handling	DKK 7 million	DKK 6 million
Loan fees	DKK 3 million	DKK 5 million
Other fees and commissions	DKK 5 million	DKK 4 million
<b>Total</b>	<b>DKK 83 million</b>	<b>DKK 60 million</b>

### **Value adjustments**

Value adjustments of securities and exchange rate adjustments etc. showed a gain of DKK 67 million against last year's gain of DKK 37 million. The gains were DKK 51 million on listed shares, a loss of DKK 4 million on interest-bearing debts, and a positive exchange rate adjustment of DKK 6 million. A positive value adjustment of DKK 14 million was also made to sector shares.

The portfolio of shares etc. amounted to DKK 300 million at the end of the half-year, DKK 127 million of which was in listed shares with DKK 173 million in sector shares etc. The bond portfolio amounted to DKK 516 million with a corrected interest risk of 1.3% of the core capital.

### **Costs**

Total costs including depreciation on tangible assets amounted to DKK 98 million against last year's DKK 92 million, an increase of 6%.

The rate of costs was computed at 33.0%, which is a 13% improvement relative to 2005, when the figure was 38.1. 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. show a positive balance of DKK 54 million against a positive balance of DKK 2 million in the first half of 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 amounted to DKK 10 million for the first half of 2006.

In general the bank's loans portfolio is very strong, and given the good economic conditions and a targeted focus, it was possible to reverse net DKK 54 million in write-downs on individual commitments.

The bank's total account for cumulative depreciations amounted to DKK 309 million on 30 June 2006, equivalent to 2.0% of total loans, write-downs and guarantees, and the portfolio of loans with zeroed interest amounted to DKK 34 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 portfolio in niche concepts in the distance customer division is markedly lower than in the rest of the bank. Only 3% of the total account for write-downs is related to this area, where realized losses have been historically insignificant. There have not been any losses in 2006.

## Actual banking operations

	1 <sup>st</sup> half- year 2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Total net income	311	511	421	367	327	274	241	203	193	172
Total net costs	-98	-190	-188	-163	-155	-133	-109	-99	-97	-87
Write-downs on loans	+54	+5	+4	-9	+7	+7	+1	-4	-6	-17
<b>Result for actual banking operations</b>	<b>267</b>	<b>326</b>	<b>237</b>	<b>195</b>	<b>179</b>	<b>148</b>	<b>133</b>	<b>100</b>	<b>90</b>	<b>68</b>
Result for own portfolio	47	35	51	107	30	7	7	-7	-1	14
Result before tax	314	361	288	302	209	155	140	93	89	82

Actual banking operations increased from DKK 160 million in the first half of 2005 to DKK 267 million in the first half of 2006, an increase of 67%, 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 235 million after tax of DKK 79 million. The effective tax rate in the half-year was approx. 25%, which is not expected to change significantly for the rest of the year.

The result represents a return on capital and reserves at the beginning of the year after deduction of dividend etc. of 46% before tax and 34% after tax.

## The balance sheet

The bank's balance sheet stood at DKK 14,511 million at the end of the first half-year against last year's DKK 11,510 million, an increase of 26%. Deposits increased by 7% and amount to DKK 6,579 million. Loans increased by 33% to DKK 11,050 million. The guarantee portfolio was DKK 4,314 million at the end of the half-year against last year's DKK 4,509 million. DKK 1,129 million of the guarantee portfolio covers foreign loans.

## Liquidity

The bank's funding strategy is to maintain a constant long-term liquidity to match the loans portfolio. A portion of the bank's funding requirements is therefore covered by five-year loans from foreign banks, and further loans totalling EUR 45 million were raised in the second quarter of 2006.

The bank has also taken up confirmed drawing rights with a large number of foreign banks. An agreement on further five-year facilities for EUR 80 million was entered into in the second quarter of 2006. The portfolio of back-up facilities is now equivalent to a total of DKK 1.3 billion. The drawing rights are not used in ordinary daily activities.

## Capital in 2006

Shareholders equity at the end of 2005 amounted to DKK 1,515 million, from which dividends etc. of DKK 146 million were paid and other items of DKK -28 million were deducted. The profit for the period was DKK 235 million, after which shareholders equity on 30 June 2006 totalled DKK 1,576 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 7 August 2006.

The solvency ratio (Tier 2) is computed at 14.3% including the result for the period and 12.7% excluding the result for the period. The core capital ratio (Tier 1) is computed at 12.2% including the result for the period and 10.6% excluding the result for the period.

The bank's shares were listed on Copenhagen Stock Exchange on 7 August 2006 at 941, corresponding to a total market value of DKK 5.0 billion.

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

New capital adequacy rules will come into force on 1 January 2007. The bank expects to use the standard method from the beginning. The new rules and the bank's structure causes that the weighting of the bank's assets including operational risks is expected to be relatively less in future. Test calculations indicate a considerable reduction of more than 10% in risk-weighted assets when the changes in the system have been fully implemented.

### **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 written-down 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 interest on loans on which write-downs have been made will be included under the item "Write-downs on loans and other debtors etc." with respect to the written-down part of the loan. It should be noted that the change in policy is a consequence of the implementation of new accounting rules with effect from 1 January 2005, but that in 2005 the bank took advantage of the Danish Financial Supervisory Authority's option for not implementing the rules in 2005. The comparative figures for the first half of 2005 and for the whole of 2005 have been adjusted for the change in policy.

### **Expectations**

Expectations for actual banking operations were adjusted upwards in June 2006 from DKK 325-340 million to DKK 400-450 million on the basis of increasing business 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 adjusted upwards by further DKK 25 million to DKK 425-475.

To this must be added the result for the bank's own holding of shares and interest-bearing debts, which amounted to DKK 47 million on 30 June 2006. The bank's remaining shares in Totalkredit are also expected to be sold in the fourth quarter of 2006 at an expected profit of DKK 16 million.

**Financial calendar**

The financial calendar for the forthcoming publications is as follows:

25 October 2006	Quarterly report – 1 <sup>st</sup> -3 <sup>rd</sup> quarters 2006
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 – 30.6 2006 DKK 1,000	1.1 – 30.6 2005 DKK 1,000 Adjusted to changed accounting policies	1.1 – 31.12 2005 DKK 1,000 Adjusted to changed accounting policies
1	Interest receivable	321,154	236,920	500,547
2	Interest payable	130,305	73,693	166,080
	<b>Net income from interest</b>	<b>190,849</b>	<b>163,227</b>	<b>334,467</b>
	Interest-like commission income	10,235	11,319	23,308
	Dividend on capital shares etc.	4,433	3,838	3,979
3	Income from fees and commissions	99,999	78,223	159,995
3	Fees and commissions paid	16,773	17,797	34,451
	<b>Net income from interest and fees</b>	<b>288,743</b>	<b>238,810</b>	<b>487,298</b>
4	Value adjustments	66,894	37,146	56,237
	Other operating income	2,657	853	2,650
5, 6	Staff and administration costs	96,540	91,671	187,426
	Amortization, depreciation and write-downs on intangible and tangible assets	1,443	700	2,421
	Other operating costs	0	0	48
	Write-downs on loans and debtors etc.	+54,106	+1,676	+5,047
	Result of capital shares	0	0	144
	<b>Profit before tax</b>	<b>314,417</b>	<b>186,114</b>	<b>361,481</b>
7	Tax	79,290	52,278	96,885
	<b>Profit after tax</b>	<b>235,127</b>	<b>133,836</b>	<b>264,596</b>

## Actual banking operations

		1.1 – 30.6 2006 DKK 1,000	1.1 – 30.6 2005 DKK 1,000 Adjusted to changed accounting policies	1.1 – 31.12 2005 DKK 1,000 Adjusted to changed accounting policies
	Net income from interest	190,849	163,227	334,467
	Interest-like commission income	10,235	11,319	23,308
	Dividend on capital shares etc.	4,433	3,838	3,979
	Net income from fees and commissions	83,226	60,426	125,544
	Value adjustments of sector shares	13,780	7,702	14,572
	Foreign exchange income	5,524	2,989	6,019
	Other operating income	2,657	853	2,650
	<b>Total net income</b>	<b>310,704</b>	<b>250,354</b>	<b>510,539</b>
	Staff and administration costs	96,540	91,671	187,426
	Amortization, depreciation and write-downs on intangible and tangible assets	1,443	700	2,421
	Other operating costs	0	0	48
	<b>Total net costs</b>	<b>97,983</b>	<b>92,371</b>	<b>189,895</b>
	<b>Write-downs on loans and debtors etc.</b>	<b>+54,106</b>	<b>+1,676</b>	<b>+5,047</b>
	<b>Result of actual banking operations</b>	<b>266,827</b>	<b>159,659</b>	<b>325,691</b>

## The balance sheet

Note		End June 2006 DKK 1,000	End June 2005 DKK 1,000	End Dec. 2005 DKK 1,000
	<b>Assets</b>			
	Cash in hand and claims at call on central banks	36,281	44,516	53,587
	Claims on credit institutions and deposits with central banks	2,437,854	2,046,131	2,172,696
8, 9 10	Loans and other debtors at amortized cost price	11,049,604	8,282,929	10,023,406
	Bonds at current value	516,488	756,787	716,250
	Shares etc.	299,745	236,503	212,639
	Capital shares in affiliated companies etc.	555	134	555
	Buildings and land total	61,319	60,044	59,316
	Investment properties	8,665	10,743	10,361
	Domicile properties	52,654	49,301	48,955
	Other tangible assets	2,790	638	2,699
	Actual tax assets	0	743	4,705
	Deferred tax assets	30,829	13,762	30,829
	Other assets	75,467	67,743	83,922
	<b>Total assets</b>	<b>14,510,932</b>	<b>11,509,930</b>	<b>13,360,604</b>
	<b>Liabilities</b>			
	Debt to credit institutions and central banks	5,531,890	3,477,982	5,077,055
	Deposits and other debts	6,579,293	6,128,606	6,291,696
	Issued bonds at amortized cost price	1,088	0	0
	Actual tax liabilities	58,414	0	0
	Other liabilities	268,781	307,950	255,209
	Periodic-defined items	724	1,965	1,149
	<b>Total debt</b>	<b>12,440,190</b>	<b>9,916,503</b>	<b>11,625,109</b>
	Provisions for pensions and similar liabilities	13,348	13,875	13,967
	Provisions for losses on guarantees	4,150	0	4,150
	Other provisions	616	0	1,704
	<b>Total provisions for liabilities</b>	<b>18,114</b>	<b>13,875</b>	<b>19,821</b>
	Supplementary capital	287,273	0	0
	Hybrid core capital	189,030	204,249	200,952
11	<b>Total subordinated debt</b>	<b>476,303</b>	<b>204,249</b>	<b>200,952</b>
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	1,549,721	1,348,903	1,487,969
	<b>Total shareholders' equity</b>	<b>1,576,325</b>	<b>1,375,303</b>	<b>1,514,722</b>
	Of which proposed dividend etc.	0	0	145,500
	<b>Total liabilities</b>	<b>14,510,932</b>	<b>11,509,930</b>	<b>13,360,604</b>
15	Contingent liabilities			
16	Capital adequacy computation			



## Notes

Note	1.1-30.6 2006 DKK 1,000	1.1-30.6 2005 DKK 1,000	1.1-31.12 2005 DKK 1,000
		Adjusted to changed accounting policies	Adjusted to changed accounting policies
<b>1 Interest receivable</b>			
Claims on credit institutions and deposits with central banks	23,964	16,822	37,150
Loans and other debtors	292,297	225,523	467,878
Loans (interest on the write downs of loans)	-10,306	-11,552	-23,100
Bonds	11,802	9,992	22,759
Total derivatives financial instruments	3,397	-3,865	-4,721
of which			
Currency contracts	5,505	1,001	4,862
Interest-rate contracts	-2,108	-4,866	-9,583
Other	0	0	581
<b>Total interest receivable</b>	<b>321,154</b>	<b>236,920</b>	<b>500,547</b>
<b>2 Interest payable</b>			
Credit institutions and central banks	55,548	25,368	60,237
Deposits and other debts	65,240	45,200	97,190
Issued bonds at amortized cost price	8	0	0
Subordinated debt	9,509	3,125	8,153
Other	0	0	500
<b>Total interest payable</b>	<b>130,305</b>	<b>73,693</b>	<b>166,080</b>
<b>3 Net income from fees and commissions</b>			
Stock exchange business and asset management	56,349	30,948	67,596
Payment handling	7,414	6,194	13,916
Loan fees	3,123	5,274	9,949
Guarantee commissions	11,874	14,343	25,997
Other fees and commissions	4,466	3,667	8,086
<b>Total net income from fees and commissions</b>	<b>83,226</b>	<b>60,426</b>	<b>125,544</b>
<b>4 Value adjustments</b>			
Loans and other debtors at current value	-5,709	1,107	-1,613
Bonds	-12,339	11,076	-167
Shares etc.	64,909	25,466	43,352
Foreign exchange income	5,524	2,989	6,019
Total derivatives financial instruments	-8,669	4,864	10,984
Other liabilities	23,178	-8,356	-2,338
<b>Total value adjustments</b>	<b>66,894</b>	<b>37,146</b>	<b>56,237</b>
<b>5 Staff and administration costs</b>			
Salaries and payments to management, board of directors and shareholders' committee			
Management	2,470	2,212	4,252
Board of directors	362	365	726
Shareholders' committee	0	0	210
Total	2,832	2,577	5,188
Staff costs			
Salaries	44,880	41,306	87,045
Pensions	4,462	3,895	8,207
Social security expenses	4,846	4,370	8,886
Total	54,188	49,571	104,138
Other administration costs	39,520	39,523	78,100
<b>Total staff and administration costs</b>	<b>96,540</b>	<b>91,671</b>	<b>187,426</b>

		<b>1.1-30.6 2006</b> DKK 1,000	<b>1.1-30.6 2005</b> DKK 1,000	<b>1.1-31.12 2005</b> DKK 1,000
			Adjusted to changed accounting policies	Adjusted to changed accounting policies
<b>6</b>	<b>Number of employees</b> Average number of employees during the period converted into full-time employees	<b>265.5</b>	<b>245.3</b>	<b>250.9</b>
<b>7</b>	<b>Tax</b> Tax calculated on the profit of the period Adjustment on deferred tax Adjustment of tax calculated for previous years Tax on write-downs account <b>Total tax</b>  <b>Effective tax rate (percent)</b> The current tax rate of the bank Non-liable income and non-deductible costs etc. Adjustment of tax calculated for previous years Tax on write-downs account <b>Total effective tax rate</b>	83,100 0 -3,810 0 <b>79,290</b>  28.0 -1.6 -1.2 0.0 <b>25.2</b>	50,383 0 0 1,895 <b>52,278</b>  28.0 -0.9 0.0 1.0 <b>28.1</b>	109,561 -14,571 0 1,895 <b>96,885</b>  28.0 -1.7 0.0 0.5 <b>26.8</b>
		<b>End June 2006</b> DKK 1,000	<b>End June 2005</b> DKK 1,000	<b>End Dec. 2005</b> DKK 1,000
<b>8</b>	<b>Write-downs on loans and other debtors</b>  <b>Individual write-downs</b> 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 <b>Acc. individual write-downs, end of period</b>  <b>Group write-downs</b> Acc. group write-downs, beginning of period Write-downs/value adjustments during the period Reverse entry – write-downs made in previous fi- nancial years <b>Group write-downs, end of period</b>	340,750 27,600 -70,151 -1,599 <b>296,600</b>  12,100 500 -500 <b>12,100</b>	354,355 41,081 -30,825 -2,111 <b>362,500</b>  10,000 0 0 <b>10,000</b>	347,705 110,245 -98,060 -19,140 <b>340,750</b>  10,000 2,100 0 <b>12,100</b>
<b>9</b>	<b>Suspended calculation of interest</b> Total claims with suspended calculation of interest at end of period	34,411	18,714	35,796
<b>10</b>	<b>Bonds at current value</b> Quoted on the stock exchange <b>Total bonds at current value</b>	516,488 <b>516,488</b>	756,787 <b>756,787</b>	716,250 <b>716,250</b>
<b>11</b>	<b>Subordinated debt</b> Subordinated loan capital: Principal DKK 300 mio., interest 3.995%, expiry 9 February 2014 Value adjustment of subordinated loan capital  Hybrid core capital: Principal DKK 200 mio., interest 4.795%, infinite maturity Value adjustment of hybrid core capital <b>Total subordinated debt</b>	298,530 -11,257  198,614 -9,584 <b>476,303</b>	0 0  195,893 8,356 <b>204,249</b>	0 0  198,614 2,338 <b>200,952</b>

		<b>End June 2006</b> DKK 1,000	<b>End June 2005</b> DKK 1,000	<b>End Dec. 2005</b> DKK 1,000
<b>12</b>	<b>Share capital</b>			
	Number of shares at DKK 5 each	5,280,000	5,280,000	5,280,000
	<b>Share capital</b>	<b>26,400</b>	<b>26,400</b>	<b>26,400</b>
<b>13</b>	<b>Profit carried forward</b>	<b>1,487,969</b>	<b>1,342,501</b>	<b>1,345,679</b>
	<b>Profit carried forward beginning of period</b>	0	-230	0
	Total adj. in consequence of changed accounting policies	-145,500	-132,300	-132,300
	Distribution of dividend etc.	<b>1,342,469</b>	<b>1,209,971</b>	<b>1,213,379</b>
	Dividend received from own shares	3,214	3,099	3,099
	Trade with own shares in the period	-31,089	1,997	11,326
	Other changes in equity	0	0	-4,431
	Result of period	235,127	133,836	264,596
	<b>Profit carried forward end of period</b>	<b>1,549,721</b>	<b>1,348,903</b>	<b>1,487,969</b>
<b>14</b>	<b>Own capital shares</b>			
	Own capital shares included at	0	0	0
	The market value is	127,870	87,412	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	33,223	-3,556	-14,156
	End of period	145,307	122,684	112,084
	Nominal value of holding of own shares, end of period	727	613	560
	Own shares' proportion of share capital, end of period (%)	2.8	2.3	2.1
<b>15</b>	<b>Contingent liabilities</b>			
	<b>Guarantees etc.</b>			
	Finance guarantees	835,296	535,839	997,571
	Guarantees for foreign loans	1,128,908	1,297,369	1,865,478
	Guarantees against losses on mortgage credit loans	1,178,770	898,856	1,102,521
	Registration and conversion guarantees	195,728	161,477	150,670
	Other guarantees	974,964	1,615,822	1,025,618
	<b>Total guarantees etc.</b>	<b>4,313,666</b>	<b>4,509,363</b>	<b>5,141,858</b>
	<b>Other commitments</b>			
	Irrevocable advance commitments	0	50,000	50,000
	Other commitments	3,695	3,140	3,140
	<b>Total other commitments</b>	<b>3,695</b>	<b>53,140</b>	<b>53,140</b>
	As security for clearing etc., the bank has mortgaged bonds from its total bond holding to the Danish National Bank to a total market price of	79,392	100,159	96,376

		<b>End June 2006</b> DKK 1,000	<b>End June 2005</b> DKK 1,000	<b>End Dec. 2005</b> DKK 1,000
<b>16</b>	<b>Capital adequacy computation</b>			
	Total weighted items	14,279,927	11,676,308	13,297,521
	<b>Computed under Danish Financial Supervisory Authority regulation:</b>			
	Core capital after deductions excl. hybrid core capital	1,310,369	1,227,705	1,338,244
	Hybrid core capital	200,000	184,156	200,000
	Core capital after deductions incl. hybrid core capital	1,510,369	1,411,861	1,538,244
	Subordinated loan capital	300,000	20,093	0
	Deduction in / supplement to capital base	0	-36,894	149
	Capital base after deductions	1,810,369	1,395,060	1,538,393
	Core capital ratio excl. hybrid core capital	9.2%	10.5%	10.1%
	Core capital ratio – Tier 1	10.6%	12.1%	11.6%
	Solvency ratio – Tier 2	12.7%	11.9%	11.6%
	<b>Computed incl. profit of the period:</b>			
	Core capital after deductions excl. hybrid core capital	1,545,496	1,361,541	1,338,244
	Hybrid core capital	200,000	184,156	200,000
	Core capital after deductions incl. hybrid core capital	1,745,496	1,545,697	1,538,244
	Subordinated loan capital	300,000	20,093	0
	Deduction in / supplement to capital base	0	-36,894	149
	Capital base after deductions	2,045,496	1,528,896	1,538,393
	Core capital ratio excl. hybrid core capital	10.8%	11.7%	10.1%
	Core capital ratio – Tier 1	12.2%	13.2%	11.6%
	Solvency ratio – Tier 2	14.3%	13.1%	11.6%
<b>17</b>	<b>Miscellaneous comments on:</b>			
	<b>Key figures for the bank and key figures per DKK 5 share – page 1</b>			
	<ul style="list-style-type: none"> <li>The returns on capital and reserves at the beginning of the period before and after tax are both for the first half of 2006, the first half of 2005 and the whole of 2005, calculated after deduction of allocated dividend etc.</li> <li>Core capital ratio (Tier 1) and solvency ratio (Tier 2) include the earnings for the period.</li> <li>Key figures per DKK 5 share are all for the first half of 2005 and for the whole of 2005, adjusted for the new denomination of the bank's shares.</li> <li>Intrinsic value for the whole of 2005 includes proposed dividend etc.</li> </ul>			
	<b>Actual banking operations – page 4</b>			
	<ul style="list-style-type: none"> <li>Comparative figures for 1997-2005 have been adjusted to the new accounting policy (cf. "Accounting policies" on page 5).</li> </ul>			
	<b>Notes 12 and 14 – page 11</b>			
	<ul style="list-style-type: none"> <li>Information on number of shares for the first half of 2005 and the whole of 2005 has been adjusted to the changed denomination.</li> </ul>			
	<b>Changed accounting policies</b>			
	<ul style="list-style-type: none"> <li>Comparative figures for the first half of 2005 and for the whole of 2005 have been adjusted for the change in accounting policies (cf. "Accounting policies" on page 5).</li> </ul>			
	<b>Comparative figures for the first half of 2005</b>			
	<ul style="list-style-type: none"> <li>Comparative figures for the first half of 2005 have not been adjusted for the revaluation of the bank's opening balance sheet made in the fourth quarter of 2005.</li> </ul>			

## Five year key figures summary

	1 <sup>st</sup> half 2006	1 <sup>st</sup> half 2005	1 <sup>st</sup> half 2004	1 <sup>st</sup> half 2003	1 <sup>st</sup> half 2002
<b>Profit and loss account summary (million DKK)</b>					
Net income from interest	191	163	146	130	123
Dividend on capital shares	4	4	4	6	5
Net income from fees and commissions	94	72	52	42	31
<b>Net income from interest and fees</b>	<b>289</b>	<b>239</b>	<b>202</b>	<b>178</b>	<b>159</b>
Value adjustments	67	37	17	29	21
Other ordinary income	2	1	1	3	2
Operating costs and operating depreciations	98	92	85	81	74
Write-downs on loans etc.	+54	+1	0	-7	-1
<b>Profit before tax</b>	<b>314</b>	<b>186</b>	<b>135</b>	<b>122</b>	<b>107</b>
Tax	79	52	39	37	34
<b>Profit after tax</b>	<b>235</b>	<b>134</b>	<b>96</b>	<b>85</b>	<b>73</b>
<b>Key figures from the balance sheet (million DKK)</b>					
Loans and other debtors	11,050	8,283	6,122	4,677	4,156
Deposits and other debts	6,579	6,129	4,815	4,102	3,544
Subordinated debt	476	204	0	0	0
Equity	1,576	1,375	1,228	1,054	948
Balance sheet total	14,511	11,510	8,281	6,718	5,760
Comparison figures for 2002 – 2005 are adjusted to changed accounting policies.					

## Five year key figures summary

	1 <sup>st</sup> half 2006	1 <sup>st</sup> half 2005	1 <sup>st</sup> half 2004	1 <sup>st</sup> half 2003	1 <sup>st</sup> half 2002
<b>Key figures</b>					
<b>Ringkjøbing Landbobank share</b>					
<b>(DKK per share @ DKK 5)</b>					
Actual banking operations	50.5	30.2	23.7	18.9	15.5
Half year result before tax	59.5	35.3	25.5	22.5	19.0
Half year result after tax	44.5	25.3	18.1	15.7	12.9
Price, end of period	880.0	712.5	452.5	296.1	170.5
Net asset value	298.5	260.5	232.6	199.6	171.8
Share price/net asset value	2.9	2.7	1.9	1.5	1.0
Comparison figures for 2002 – 2005 are not influenced by the changed accounting policies.					
<b>Key figures for the bank</b>					
Solvency ratio	12.7	11.9	11.7	13.4	13.3
Core capital ratio	10.6	12.1	12.3	14.1	13.7
Pre-tax return on equity for the half year	21.3	14.3	11.4	11.7	11.8
After tax return on equity for the half year	16.0	10.2	8.2	8.1	8.0
Income/cost ratio	8.17	3.05	2.58	2.39	2.42
Interest risk	1.5	2.5	2.1	2.8	4.9
Foreign exchange position	2.5	1.0	2.4	0.7	1.0
Excess cover relative to statutory liquidity requirements	123.0	91.4	86.1	132.6	156.5
Total large exposures	79.1	105.1	143.9	68.1	78.4
Acc. write-down ratio	2.0	2.8	4.0	4.9	5.4
Write-down ratio for the half year	-0.3	0.0	0.0	0.1	0.0
Loan growth for the half year	10.2	15.0	17.5	2.4	7.9
Loans relative to capital and reserves	7.0	6.0	4.9	4.4	4.6
Loans + write-downs on this relative to deposits	172.6	141.2	135.4	123.7	134.7
Comparison figures for 2002 – 2005 are adjusted to changed accounting policies.					