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Ringkjøbing Landbobank's quarterly report for the 1st-3rd quarters of 2009

The bank's pre-tax profit after the third quarter of 2009 was DKK 249 million, equivalent to an 18.6% p.a. return on equity at the beginning of the period. In view of the costs paid for bank package I, this result is considered satisfactory.

Core earnings (million DKK)	1 st -3 rd qtr.										
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Core income	563	735	696	609	511	417	368	328	275	242	204
Total costs etc.	-168	-238	-234	-208	-190	-184	-163	-155	-133	-109	-99
Core earnings before write-downs	395	497	462	401	321	233	205	173	142	133	105
Write-downs on loans etc.	-113	-77	+11	+69	+5	+4	-10	+6	+6	0	-5
Core earnings	282	420	473	470	326	237	195	179	148	133	100
Result for portfolio	+35	-73	-18	+103	+35	+51	+106	+30	+7	+7	-7
Costs of national bank package I	-68	-28	0	0	0	0	0	0	0	0	0
Result before tax	249	319	455	573	361	288	301	209	155	140	93

The core earnings before write-downs were DKK 395 million against last year's DKK 373 million, an increase of 6%. Write-downs totalled DKK 113 million, after which the bank's core earnings are DKK 282 million. The expectations for core earnings for 2009 are now specified within the range DKK 300-400 million.

Highlights - three quarters

- Pre-tax profit of DKK 249 million equates to 18.6% p.a. return on equity at beginning of period
- Profit of DKK 318 million before bank package I equates to 23.7% p.a. return on equity at the beginning of the period
- 6% increase in core earnings before write-downs
- Fall in costs gives a 5% improvement in the rate of costs to 29.8
- Satisfactory level for write-downs of DKK 113 million - equivalent to 0.96% p.a.
- Costs of bank package I DKK 68 million
- Increase in the solvency ratio to 19.8, equivalent to excess solvency of 148%
- The core capital ratio increased to 16.2 - without participation in bank package II
- Moody's maintains the bank's good credit rating
- Expectations for core earnings for 2009 are now specified to be within the range DKK 300-400 million.

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

The core income was 3% higher in the first three quarters of 2009 relative to 2008.

Net interest income increased by 11% from DKK 406 million in 2008 to DKK 449 million in 2009 on the basis of an increasing interest margin and an improved optimisation of liquidity.

Fees, commissions and foreign exchange earnings amounted to net DKK 95 million in 2009 against net DKK 106 million in 2008, equivalent to a fall of 10%. This development is attributable primarily to a lower volume of securities trading and lower earnings from the bank's asset management activities.

Earnings from sector shares were positive by DKK 5 million in 2009 against a positive result of DKK 13 million in 2008. The fall in earnings is attributed primarily to a DKK 12 million write-down in the value of the bank's equity interest in SparInvest Holding in the first quarter of 2009.

Costs and depreciations

Total costs including depreciation on tangible assets amounted to DKK 168 million in the period against last year's DKK 172 million, equivalent to a fall of 2%.

The rate of costs improved from 31.5 last year to 29.8, equivalent to a 5% improvement and ensuring that the bank's efficiency is still the best in Denmark as measured on this key figure.

A low rate of costs is particularly important in weak economic periods as it provides a high level of robustness in the bank's results.

Write-downs on loans etc.

The cost of write-downs on loans etc. was net DKK 113 million in 2009 against the same period last year, where the item was negative by net DKK 29 million. The write-downs are equivalent to 0.96% p.a. of the average total loans and guarantees. The bank's customers appear to be coping better with the recession than the average in Denmark, and the current level of write-downs is considered satisfactory.

The bank's total account for write-downs and provisions amounted to DKK 446 million at the end of September 2009, equivalent to 3.0% of total loans and guarantees at the end of the quarter. The actual write-downs on loans during this year remain low at net DKK 23 million - compared with a net increase of DKK 90 million in the account for write-downs during the year.

The portfolio of loans with suspended calculation of interest amounts to DKK 60 million, equivalent to 0.40% of the bank's total loans and guarantees at the end of the quarter. The corresponding figures in 2008 in the account for write-downs and provisions were DKK 334 million, equivalent to 1.9%, and loans with suspended calculation of interest of 0.11%.

Core earnings

(million DKK)	1 st -3 rd qtr.										
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Core income	563	735	696	609	511	417	368	328	275	242	204
Total costs etc.	-168	-238	-234	-208	-190	-184	-163	-155	-133	-109	-99
Core earnings before write-downs	395	497	462	401	321	233	205	173	142	133	105
Write-downs on loans etc.	-113	-77	+11	+69	+5	+4	-10	+6	+6	0	-5
Core earnings	282	420	473	470	326	237	195	179	148	133	100

The core earnings before write-downs were DKK 395 million in 2009 against DKK 373 million in 2008, an increase of 6%. The core earnings were DKK 282 million in 2009 against DKK 344 million in 2008, attributable to the rising level of write-downs in 2009.

Expectations for core earnings for 2009 are now specified to be within the range DKK 300-400 million.

Result for portfolio

The result for portfolio for 2009 was positive by DKK 36 million, including funding costs for the portfolio. The result comprised a profit on interest-bearing debts and debt of net DKK 35 million, including funding costs, and a profit of net DKK 1 million including funding costs on listed shares etc. All securities are included at market value.

The bank's holding of shares etc. at the end of the quarter amounted to DKK 249 million, DKK 29 million of which was in listed shares etc. while DKK 220 million was in sector shares etc. The bond portfolio at the end of the quarter amounted to DKK 1,754 million, and by far the greater part of the portfolio consists of triple A-rated Danish mortgage credit bonds.

The total interest rate risk, computed as the impact on the result of a one percentage point change in the interest level, was 1.0% of the bank's core capital after deduction at the end of the quarter.

The bank's total market risk within exposure to interest rate risk, exposure to 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 to third quarters of 2009:

	Risk in DKK	% risk relative to equity end of quarter
Highest risk of loss:	26.9 million	1.3%
Smallest risk of loss:	5.5 million	0.3%
Average risk of loss:	17.4 million	0.9%

The bank's policy continues to be to keep the market risk at a low level.

Result after tax

The result after tax was DKK 188 million in the first three quarters of 2009 against DKK 250 million in the same period last year. Tax of DKK 61 million was calculated, giving an effective tax rate of 24.6%. The profit after tax is equivalent to a 14.1% p.a. return on equity at the beginning of the period.

The balance sheet

The bank's balance sheet total at the end of the third quarter of 2009 amounted to DKK 17,925 million against last year's DKK 18,052 million. Deposits increased by 17%, from DKK 9,238 million to DKK 10,806 million. Loans were reduced by 9%, from DKK 14,322 million in 2008 to DKK 13,078 million in 2009. The decrease in loans is primarily attributable to a reduction in major wholesale loans. There is still an underlying growth in both deposits and loans in the branch network within new private customers.

The bank's portfolio of guarantees at the end of the third quarter of 2009 was DKK 1,299 million against DKK 2,973 million in 2008. The decrease is attributable partly to a winding-up of foreign loans provided against guarantees and partly to a significantly smaller number of guarantees provided to mortgage credit institutions.

Liquidity

The bank's liquidity is good, and the cover relative to the statutory requirement is 212.2%. The bank's short-term money market loans with a term to maturity of less than 12 months amount to only DKK 1.0 billion, corresponding to DKK 4.1 billion in short-term money market placings and liquid securities. The bank also had undrawn committed credit facilities in foreign banks with a term to maturity of over 12 months at the end of the third quarter of 2009 to the equivalent of a total of DKK 1.0 billion as backup facilities. The bank is thus not dependent on the short-term money market.

In the third quarter of 2009, the bank had early redeemed the greater part of the long-term funding which was due in the fourth quarter of 2010, and the maturity dates for the bank's long-term funding are from the second quarter of 2011 to the first quarter of 2023. Under bank package I, the bank can buy a three-year state guarantee on issued bonds against payment of a 0.95% premium to the state. The bank expects to seek such a framework within the forthcoming year, which can then be used in the context of the bank's EMTN programme if it is deemed to be advantageous for the bank to do so.

Bank package I

Together with most of the financial sector in Denmark, Ringkjøbing Landbobank is participating in bank package I, which runs until 30 September 2010, and which provides an unconditional guarantee by the Danish state for Danish banks' deposits and senior debts. The monthly premium is DKK 4.8 million. The guarantee scheme also means that the bank has a certain obligation to contribute towards recapitalisation or provide other financial support for Danish banks which may be experiencing solvency problems.

The bank's maximum gross risk under the scheme is DKK 155 million, DKK 77.5 million of which will only be called upon if the total support required for the Danish financial sector exceeds DKK 25 billion. The bank has no immediate expectation that it will become necessary to make payments under the outermost risk of DKK 77.5 million.

DKK 9 million was already booked as a cost in 2008 under the first part of the bank's DKK 77.5 million risk. A further DKK 27 million was booked as a cost in 2009, leaving DKK 42 million under this part of the guarantee.

The total cost of bank package I in the first three quarters of the year was DKK 68 million, DKK 41 million of which was guarantee commission while DKK 27 million were write-downs under the guarantee.

Bank package II

Given the bank's high level of capitalisation - a core capital ratio of 16.2 - the bank decided in the second quarter of 2009 not to apply for an injection of state hybrid core capital.

Before making this decision, the bank carried out a large number of stress tests on its results and capitalisation under a range of economic scenarios. These tests demonstrated a high degree of robustness in the bank's core income which, in combination with a low expenditure, provides a high level of ability to absorb losses on customers. The bank's business model in combination with its very high capitalisation means that none of the tests which were carried out has demonstrated that the bank need bank package II.

This conclusion is further supported by the Central Bank of Denmark's stress tests of 4 June 2009 on the 14 biggest banks in Denmark. If the bank's result and solvency are tested up to the end of 2011 with the worst of the scenarios (long, deep recession), Ringkjøbing Landbobank will still be well consolidated at the end of 2011 without bank package II.

Moody's maintains the bank's credit ratings

Ringkjøbing Landbobank was rated for the first time by the international credit rating bureau Moody's Investors Service in May 2007. Since the start, the bank's ratings have been:

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

These ratings were most recently confirmed in September 2009 with negative outlook. The bank has been very satisfied with the maintenance of the rating notwithstanding the gloomy outlook for the Danish economy. Ringkjøbing Landbobank is thus the only Danish bank which was not downgraded during this year.

New business model opens the way for more new customers

The bank expects that the financial crisis will induce changes in the financial sector's current business model. The future will be predominantly characterised by a lower level of risk and lower gearing of the equity in the financial sector. Ringkjøbing Landbobank's balance sheet and cost structure are pre-adapted to such a new world and the adaptations which will be made in the years to come. This will of course give the bank a range of possibilities.

On this basis and the fact that the bank has both the liquidity and the capital to support growth, the bank initiated several initiatives to attract new customers in the third quarter of 2009. There is already a positive inflow of new private customers and within the Private Banking segment with transfers of pensions and new securities customers.

Capital

The bank's equity at the end of 2008 was DKK 1,785 million. To this must be added the proceeds from the sale of own shares and the profit for the period, after which the equity on 30 September 2009 was DKK 2,035 million.

The solvency ratio was computed at 19.8 at the end of the third quarter of 2009, and the core capital ratio was computed at the same time at 16.2.

Excess solvency	1st-3rd qtr. 2009	2008	2007	2006	2005
Core capital ratio excl. hybrid core capital	14.8	11.6	10.0	9.2	10.1
Core capital ratio	16.2	13.0	11.2	10.4	11.6
Solvency ratio	19.8	16.3	13.0	12.3	11.6
Individual solvency requirement	8.0	8.0	8.0	8.0	8.0
Excess solvency (%)	148	104	63	54	45

Since 2007, the Danish financial sector has been subject to a requirement that a bank's solvency ratio must be at least 8%, and this ratio must also at a minimum comply with the individual solvency requirement calculated internally by the bank, which may be higher than the normal 8%. If the calculated individual solvency requirement is less than 8%, a bank cannot, however, be permitted at any time to use any such calculated lower figure. The calculated individual solvency requirement for Ringkjøbing Landbobank is significantly below the 8% because of the bank's robust business model.

Given the bank's expectations for the 2009 result and the subdued growth in the risk-weighted assets, both the core capital ratio and the solvency ratio are expected to be at the same level at the end of the year. The above capital ratios make the bank one of the best capitalised in the country. This must also be seen in light of the fact that the bank computes its risk-weighted assets under the standardised approach, which means that the bank cannot, as permitted under the advanced methods, make extraordinary downward weightings, but neither can the capital weightings rise in step with any worsening in economic conditions.

DKK 200 million of the bank's subordinated loan capital will expire in 2021, and DKK 300 million will expire in 2014. Both issues have a step up in margin three years before final expiration, and they are thus expected to be repaid in 2018 and 2011.

Accounting policies and key figures

The accounting policies are unchanged from those used in the latest audited annual report for 2008.

Expectations for earnings in 2009

The bank's expectations for core earnings for 2009 are specified to be within the range DKK 300-400 million.

Main and key figures for the bank

	1 st -3 rd qtr. 2009	1 st -3 rd qtr. 2008	Full year 2008
Main figures for the bank (million DKK)			
Total core income excl. trade income	549	526	710
Trade income	14	19	25
Total core income	563	545	735
Total costs and depreciations	168	172	238
Core earnings before write-downs on loans etc.	395	373	497
Write-downs on loans etc.	-113	-29	-77
Core earnings	282	344	420
Profit before tax	249	329	319
Profit after tax	188	250	240
Shareholders' equity	2,035	1,833	1,785
Total capital base	2,699	2,523	2,458
Deposits	10,806	9,238	9,073
Loans	13,078	14,322	13,897
Balance sheet total	17,925	18,052	18,002
Guarantees	1,299	2,973	2,386
Key figures for the bank (per cent)			
Pre-tax return on equity, beginning of period p.a.	18.6	26.9	19.6
Return on equity after tax, beginning of period p.a.	14.1	20.5	14.7
Rate of costs	29.8	31.5	32.4
Core capital ratio	16.2	12.6	13.0
Solvency ratio	19.8	15.7	16.3
Key figures per 5 DKK share (DKK)			
Core earnings	56	69	83
Profit before tax	50	66	63
Profit after tax	37	50	48
Net asset value	404	367	354
Price, end of period	650	577	310

Profit and loss account

Note		1.1-30.9 2009 DKK 1,000	1.1-30.9 2008 DKK 1,000	1.1-31.12 2008 DKK 1,000
1	Interest receivable	771,433	898,345	1,221,165
2	Interest payable	308,568	499,718	669,149
	Net income from interest	462,865	398,627	552,016
	Interest-like commission income	9,067	16,653	20,690
	Dividend on capital shares etc.	3,243	1,489	1,491
3	Income from fees and commissions	98,145	114,991	155,428
3	Fees and commissions paid	16,561	21,511	28,464
	Net income from interest and fees	556,759	510,249	701,161
4	Value adjustments	+38,080	+15,116	-43,577
	Other operating income	3,413	3,776	4,863
5,6	Staff and administration costs	165,912	169,656	236,056
	Amortisation, depreciation and write-downs on intangible and tangible assets	1,636	1,797	2,420
	Other operating costs			
	Miscellaneous other operating costs	46	56	86
	Guarantee commission, national bank package I	41,255	0	16,148
	Write-downs			
10	Write-downs on loans and debtors etc.	-113,067	-29,056	-77,223
	Write-downs on national bank package I	-26,819	0	-12,016
	Result of capital shares in associated companies	-26	0	-5
	Profit before tax	249,491	328,576	318,493
7	Tax	61,300	78,600	78,495
	Profit after tax	188,191	249,976	239,998

Core earnings

		1.1-30.9 2009 DKK 1,000	1.1-30.9 2008 DKK 1,000	1.1-31.12 2008 DKK 1,000
	Net income from interest	449,494	405,540	558,365
	Interest-like commission income	9,067	16,653	20,690
	Net income from fees and provisions excl. commission	67,705	74,085	101,678
	Income from sector shares etc.	5,321	12,959	9,074
	Foreign exchange income	13,565	12,538	13,670
	Other operating income etc.	3,413	3,776	6,513
	Total core income excl. trade income	548,565	525,551	709,990
	Trade income	13,879	19,395	25,286
	Total core income	562,444	544,946	735,276
	Staff and administration costs	165,912	169,656	236,056
	Amortisation, depreciation and write-downs on intangible and tangible assets	1,636	1,797	2,420
	Other operating costs	46	56	86
	Total costs etc.	167,594	171,509	238,562
	Core earnings before write-downs on loans etc.	394,850	373,437	496,714
	Write-downs on loans and debtors etc.	-113,067	-29,056	-77,223
	Core earnings	281,783	344,381	419,491
	Result for portfolio	+35,782	-15,805	-72,834
	Costs national bank package I	-68,074	0	-28,164
	Profit before tax	249,491	328,576	318,493
	Tax	61,300	78,600	78,495
	Profit after tax	188,191	249,976	239,998

Balance sheet

Note		End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
	Assets			
	Cash in hand and claims at call on central banks	48,591	73,159	46,112
8	Claims on credit institutions and central banks			
8	Claims at notice on central banks	816,944	1,199,540	1,121,767
8	Claims on credit institutions			
	Money market operations and bilateral loans - term to maturity under 1 year	1,538,945	996,486	756,510
	Bilateral loans - term to maturity over 1 year	95,580	115,027	163,570
9,10,11	Loans and other debtors at amortised cost price	13,077,585	14,321,635	13,897,101
12	Bonds at current value	1,754,371	807,115	1,305,760
13	Shares etc.	249,151	241,802	247,410
	Capital shares in associated companies	545	544	571
	Land and buildings total	75,874	70,728	74,098
	Investment properties	7,261	5,611	7,261
	Domicile properties	68,613	65,117	66,837
	Other tangible assets	2,758	3,966	3,632
	Actual tax assets	5,082	0	34,975
	Deferred tax assets	27,713	11,173	27,713
	Temporary assets	901	2,679	204
	Other assets	224,209	207,622	312,080
	Periodic-defined items	7,196	990	10,250
	Total assets	17,925,445	18,052,466	18,001,753

Balance sheet

Note		End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
	Liabilities and equity			
14	Debt to credit institutions and central banks			
14	Debt to central banks	0	0	800,000
14	Debt to credit institutions			
	Money market operations and bilateral credits - term to maturity under 1 year	1,015,096	2,048,479	1,277,112
	Bilateral credits - term to maturity over 1 year	2,375,337	3,233,868	3,224,050
15	Deposits and other debts	10,806,053	9,238,123	9,072,875
16	Issued bonds at amortised cost price	547,997	547,252	478,341
	Actual tax liabilities	0	38,024	0
	Other liabilities	391,793	429,734	651,703
	Periodic-defined items	907	1,094	802
	Total debt	15,137,183	15,536,574	15,504,883
	Provisions for pensions and similar liabilities	7,249	9,633	9,471
10	Provisions for losses on guarantees	1,943	2,452	1,669
	Provisions for national bank package I	35,647	0	8,828
	Other provisions for liabilities	14,060	0	1,128
	Total provisions for liabilities	58,899	12,085	21,096
	Subordinated loan capital	490,517	484,416	492,152
	Hybrid core capital	203,419	186,573	198,832
17	Total subordinated debt	693,936	670,989	690,984
18	Share capital	25,200	25,200	25,200
	Reserve for net revaluation under the intrinsic value method	162	193	188
19	Profit carried forward	2,010,065	1,807,425	1,759,402
	Total shareholders' equity	2,035,427	1,832,818	1,784,790
	Total liabilities and equity	17,925,445	18,052,466	18,001,753
21	Contingent liabilities etc.			
22	Capital adequacy computation			

Statement of shareholders' equity

DKK 1,000	Share capital	Provisions for re-valuation	Reserve for net re-valuation under the intrinsic value method	Profit carried forward	Total shareholders' equity
Shareholders' equity at the end of the previous financial year	25,200	0	188	1,759,402	1,784,790
Purchase and sale of own shares				59,748	59,748
Other shareholders' equity items				2,698	2,698
Profit for the period			-26	188,217	188,191
Shareholders' equity on the balance sheet date	25,200	0	162	2,010,065	2,035,427

Notes

Note	1.1-30.9 2009 DKK 1,000	1.1-30.9 2008 DKK 1,000	1.1-31.12 2008 DKK 1,000
1 Interest receivable			
Claims on credit institutions and central banks	53,003	97,681	122,162
Loans and other debtors	672,175	774,310	1,061,077
Loans - interest concerning the written-down part of loans	-20,641	-18,201	-24,552
Bonds	49,687	29,035	42,996
Total derivatives financial instruments, of which	17,209	15,520	19,168
Currency contracts	19,639	14,005	18,601
Interest-rate contracts	-2,430	1,515	567
Other interest receivable	0	0	314
Total interest receivable	771,433	898,345	1,221,165
2 Interest payable			
Credit institutions and central banks	83,254	203,063	261,630
Deposits and other debts	185,788	252,040	344,397
Issued bonds	17,261	25,091	33,185
Subordinated debt	22,265	19,524	29,585
Other interest payable	0	0	352
Total interest payable	308,568	499,718	669,149
3 Gross income from fees and commissions			
Securities trading	19,386	28,642	36,543
Asset management	27,311	34,145	48,343
Payment handling	12,018	12,879	16,946
Loan fees	6,935	6,668	8,740
Guarantee commissions	22,059	20,510	27,470
Other fees and commissions	10,436	12,147	17,386
Total gross income from fees and commissions	98,145	114,991	155,428
Net income from fees and commissions			
Securities trading	13,879	19,395	25,286
Asset management	24,452	31,092	44,122
Payment handling	10,895	11,329	14,876
Loan fees	5,152	5,054	6,431
Guarantee commissions	22,059	20,510	27,470
Other fees and commissions	5,147	6,100	8,779
Total net income from fees and commissions	81,584	93,480	126,964
Foreign exchange income	13,565	12,538	13,670
Total net income from fees, commissions and foreign exchange income	95,149	106,018	140,634
4 Value adjustments			
Loans and other debtors at current value	7,536	2,132	9,397
Bonds	31,047	-36,964	-43,230
Shares etc.	2,620	-18,398	-43,176
Shares etc. in sector companies	2,119	12,027	8,142
Shares in Totalkredit A/S	0	32,209	33,225
Investment properties	0	0	1,650
Foreign exchange income	13,565	12,538	13,670
Total derivatives financial instruments	5,742	16,719	19,678
Issued bonds	3,965	-2,180	-13,398
Other liabilities	-28,514	-2,967	-29,535
Total value adjustments	38,080	15,116	-43,577

Notes

Note		1.1-30.9 2009 DKK 1,000	1.1-30.9 2008 DKK 1,000	1.1-31.12 2008 DKK 1,000
5	Staff and administration costs			
	Salaries and payments to the board of managers, board of directors and shareholders' committee			
	Board of managers	4,013	3,848	5,631
	Board of directors	415	399	814
	Shareholders' committee	0	0	292
	Total	4,428	4,247	6,737
	Staff costs			
	Salaries	78,757	78,896	107,593
	Pensions	8,102	7,845	10,663
	Social security expenses	9,224	8,837	12,300
	Total	96,083	95,578	130,556
	Other administration costs	65,401	69,831	98,763
	Total staff and administration costs	165,912	169,656	236,056
6	Number of employees			
	Average number of employees during the period converted into full-time employees	262.3	275.4	274.4
7	Tax			
	Tax calculated on the period profit	61,300	78,600	84,680
	Adjustment of deferred tax	0	0	-6,103
	Adjustment of tax calculated for previous years	0	0	-82
	Total tax	61,300	78,600	78,495
	Effective tax rate (per cent):			
	The current tax rate of the bank	25.0	25.0	25.0
	Adjustment of tax of non-liable income and non-deductible costs etc.	-0.4	-1.1	-0.4
	Adjustment of tax calculated for previous years	0.0	0.0	0.0
	Total effective tax rate	24.6	23.9	24.6

Note		End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
8	Claims on credit institutions and central banks			
	Claims at call	67,225	365,528	1,348,577
	Up to and including 3 months	1,016,944	1,274,151	444,147
	More than 3 months and up to and including 1 year	1,271,720	556,347	85,553
	More than 1 year and up to and including 5 years	58,034	68,417	126,672
	More than 5 years	37,546	46,610	36,898
	Total claims on credit institutions and central banks	2,451,469	2,311,053	2,041,847

Notes

Note		End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
9	Loans and other debtors at amortised cost price			
	At call	2,947,180	4,125,624	3,861,170
	Up to and including 3 months	673,124	678,404	712,129
	More than 3 months and up to and including 1 year	2,411,841	2,719,786	2,533,169
	More than 1 year and up to and including 5 years	3,929,989	3,476,964	3,501,623
	More than 5 years	3,115,451	3,320,857	3,289,010
	Total loans and other debtors at amortised cost price	13,077,585	14,321,635	13,897,101
10	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	336,820	273,138	273,138
	Write-downs/value adjustments during the period	160,177	120,573	190,236
	Reverse entry - write-downs made in previous financial years	-55,885	-72,695	-116,390
	Booked losses covered by write-downs	-30,811	-2,813	-10,164
	Cumulative individual write-downs on loans and other debtors on the balance sheet date	410,301	318,203	336,820
	Group write-downs			
	Cumulative group write-downs on loans and other debtors at the end of the previous financial year	17,594	8,656	8,656
	Write-downs/value adjustments during the period	16,043	6,623	8,938
	Reverse entry - write-downs made in previous financial years	0	-1,850	0
	Cumulative group write-downs on loans and other debtors on the balance sheet date	33,637	13,429	17,594
	Total cumulative write-downs on loans and other debtors on the balance sheet date	443,938	331,632	354,414
	Provisions for losses on guarantees			
	Cumulative individual provisions for losses on guarantees at the end of the previous financial year	1,669	7,303	7,303
	Provisions/value adjustments during the period	688	0	573
	Reverse entry - provisions made in previous financial years	-413	-4,851	-6,207
	Book loss covered by provisions	0	0	0
	Cumulative individual provisions for losses on guarantees on the balance sheet date	1,944	2,452	1,669
	Total cumulative write-downs on loans and other debtors and provisions for losses on guarantees on the balance sheet date	445,882	334,084	356,083
11	Suspended calculation of interest			
	Loans and other debtors with suspended calculation of interest on the balance sheet date	59,717	18,717	22,110

Notes

Note		End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
12	Bonds at current value			
	Listed on the stock exchange	1,754,371	807,115	1,305,760
	Total bonds at current value	1,754,371	807,115	1,305,760
13	Shares etc.			
	Listed on NASDAQ OMX Copenhagen	21,652	33,121	23,078
	Listed on other stock exchanges	12	303	6
	Unlisted shares at current value	7,139	8,529	9,741
	Sector shares at current value	196,197	184,791	196,497
	Other holdings	24,151	15,058	18,088
	Total shares etc.	249,151	241,802	247,410
14	Debt to credit institutions and central banks			
	Debt payable on demand	379,943	419,876	1,266,005
	Up to and including 3 months	585,491	974,943	305,944
	More than 3 months and up to and including 1 year	49,662	653,660	505,163
	More than 1 year and up to and including 5 years	2,043,670	2,841,977	2,850,267
	More than 5 years	331,667	391,891	373,783
	Total debt to credit institutions and central banks	3,390,433	5,282,347	5,301,162
	The bank has undrawn long-term committed revolving credit facilities equivalent to:			
	Term to maturity under 1 year	0	300,000	300,000
	Term to maturity over 1 year	976,180	1,071,499	1,070,554
	Total	976,180	1,371,499	1,370,554
	The bank also has an undrawn loan facility with the Central Bank of Denmark on the basis of statutory excess solvency which expires on 30 September 2010 of	800,000	0	800,000
15	Deposits and other debts			
	On demand	5,066,766	4,241,345	4,067,100
	Deposits and other debts at notice:			
	Up to and including 3 months	1,955,622	2,138,146	1,968,029
	More than 3 months and up to and including 1 year	1,243,670	509,151	586,356
	More than 1 year and up to and including 5 years	1,293,071	1,029,134	1,055,126
	More than 5 years	1,246,924	1,320,347	1,396,264
	Total deposits and other debts	10,806,053	9,238,123	9,072,875
	Distributed as follows:			
	On demand	4,707,049	4,046,291	3,796,184
	At notice	67,451	53,765	52,190
	Time deposits	3,198,445	2,498,063	2,495,579
	Long term deposit agreements	1,715,936	1,544,707	1,561,675
	Special types of deposits	1,117,172	1,095,297	1,167,247
		10,806,053	9,238,123	9,072,875

Notes

Note		End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
16	Issued bonds at amortised cost price			
	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	457,500	453,237	386,363
	More than 5 years	90,497	94,015	91,978
	Total issued bonds at amortised cost price	547,997	547,252	478,341
	Distributed as follows:			
	Issues in Norwegian kroner			
	Nom. 500 million NOK	439,950	447,700	378,600
	Nom. 100 million NOK	87,990	89,540	75,720
	Regulation at amortised cost price and adjustment to current value of issues in Norwegian kroner	8,792	1,367	12,756
	Other issues	11,265	8,645	11,265
		547,997	547,252	478,341
17	Subordinated debt			
	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	200,996	201,450	201,166
	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 adjustment to current value of subordinated loan capital and hybrid core capital	2,940	-30,461	-10,182
	Own holding of subordinated loan capital	-10,000	0	0
	Total subordinated debt	693,936	670,989	690,984
18	Share capital			
	Number of shares at DKK 5 each:			
	Beginning of period	5,040,000	5,240,000	5,240,000
	Cancelled during the period	0	-200,000	-200,000
	End of period	5,040,000	5,040,000	5,040,000
	Of which reserved for later cancellation	0	50,000	0
	Total share capital	25,200	25,200	25,200
19	Profit carried forward			
	Profit carried forward beginning of period	1,759,402	1,752,168	1,752,168
	Dividend etc. paid, net	0	-150,400	-150,400
	Profit carried forward beginning of period after dividend etc. paid	1,759,402	1,601,768	1,601,768
	Reduction of share capital	0	1,000	1,000
	Purchase and sale of own shares in the period	59,748	-47,887	-86,768
	Other shareholders' equity items	2,698	2,568	3,399
	Profit for the period	188,217	249,976	240,003
	Total profit carried forward end of period	2,010,065	1,807,425	1,759,402

Notes

Note	End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
20			
Own capital shares			
Own capital shares included at	0	0	0
The market value is	2,235	37,150	63,343
Number of own shares:			
Beginning of period	204,333	196,531	196,531
Net purchases and sales of own shares during the period	-200,894	+67,853	+207,802
Cancellation of own shares during the period	0	-200,000	-200,000
End of period	3,439	64,384	204,333
Of which reserved for later cancellation	0	50,000	0
Nominal value of holding of own shares, end of period	17	322	1,022
Own shares' proportion of share capital, end of period (%)	0.1	1.3	4.1
21			
Contingent liabilities etc.			
Contingent liabilities			
Finance guarantees	729,674	1,367,113	732,598
Guarantees for foreign loans	96,975	1,184,981	1,089,343
Guarantees against losses on mortgage credit loans	48,181	47,710	48,710
Guarantee against losses Totalkredit	120,892	120,020	116,182
Registration and conversion guarantees	83,864	154,305	134,160
Guarantee on national bank package I	119,340	0	163,422
Other contingent liabilities	100,169	98,946	101,798
Total contingent liabilities	1,299,095	2,973,075	2,386,213
Binding agreements			
Irrevocable credit commitments	0	74,611	0
Other	0	3,995	0
Total binding agreements	0	78,606	0
As security for clearing (and debt), the bank has pledged securities from its holding to the Central Bank of Denmark to a total market price of	193,549	263,939	1,170,161

Notes

Note	End Sept. 2009 DKK 1,000	End Sept. 2008 DKK 1,000	End Dec. 2008 DKK 1,000
22			
Capital adequacy computation			
Calculated pursuant to the Executive order on Capital Adequacy issued by the Danish Financial Supervisory Authority.			
Weighted items with credit and counterpart risks	11,488,212	14,121,491	13,013,636
Market risk	863,111	775,969	838,422
Operational risk	1,251,250	1,199,363	1,251,250
Total risk weighted items	13,602,573	16,096,823	15,103,308
Share capital	25,200	25,200	25,200
Reserve for net revaluation under the intrinsic value method	162	193	188
Profit carried forward	2,010,065	1,807,425	1,759,402
Core capital	2,035,427	1,832,818	1,784,790
Proposed dividend etc.	0	0	0
Activated deferred tax assets etc.	-27,875	-11,366	-27,901
Core capital after deductions	2,007,552	1,821,452	1,756,889
Hybrid core capital	200,000	200,000	200,000
Core capital after deductions incl. hybrid core capital	2,207,552	2,021,452	1,956,889
Subordinated loan capital	490,996	501,450	501,166
Addition to / deduction from the capital base	162	193	188
Capital base after deductions	2,698,710	2,523,095	2,458,243
Core capital ratio excl. hybrid core capital (per cent)	14.8	11.3	11.6
Core capital ratio (per cent)	16.2	12.6	13.0
Solvency ratio (per cent)	19.8	15.7	16.3
Capital base requirements under Section 124 (2,1) of the Danish Financial Business Act	1,088,206	1,287,746	1,208,265
Minimum capital requirements under Section 124 (2,2) of the Danish Financial Business Act	37,222	37,306	37,253

Note	
23	<p>Miscellaneous comments on:</p> <p>Main and key figures for the bank and key figures per DKK 5 share - page 7</p> <ul style="list-style-type: none"> Total capital base is calculated as the banks capital base after deductions, cf. note 22. Return on equity at the beginning of the period before and after tax are both calculated after allocation of dividend etc. (only concerning 1st-3rd quarter 2008 and the full year 2008 - no dividend paid in 2009). Key figures per DKK 5 share for 1st-3rd quarter 2009, 1st-3rd quarter 2008 and for the full year 2008 are all calculated on the basis of 5,040,000 shares. <p>Core earnings - pages 1 and 3</p> <ul style="list-style-type: none"> The comparative figures for the years 1999-2005 have not been adjusted for the change made in 2007 from actual banking operations to core earnings. <p>All calculations etc. concerning write-downs on pages 1 and 2 were made excl. of amounts under the bank package I.</p>

Main figures summary

	1 st -3 rd qtr. 2009	1 st -3 rd qtr. 2008	Full year 2008
Profit and loss account summary (million DKK)			
Net income from interest	463	399	552
Dividend on capital shares etc.	3	1	1
Net income from fees and commissions etc.	91	110	148
Net income from interest and fees	557	510	701
Value adjustments	+38	+15	-44
Other ordinary income	3	4	5
Staff and administration costs	166	169	236
Amortisation, depreciation etc. on tangible assets	2	2	2
Total other operating costs	41	0	16
Total write-downs	-140	-29	-89
Profit before tax	249	329	319
Tax	61	79	79
Profit after tax	188	250	240
Main figures from the balance sheet (million DKK)			
Loans and other debtors	13,078	14,322	13,897
Deposits and other debts	10,806	9,238	9,073
Subordinated debt	694	671	691
Shareholders' equity	2,035	1,833	1,785
Balance sheet total	17,925	18,052	18,002

Danish Financial Supervisory Authority key figures for Danish banks

		1 st -3 rd qtr. 2009	1 st -3 rd qtr. 2008	Full year 2008
Solvency ratio	%	19.8	15.7	16.3
Core capital ratio	%	16.2	12.6	13.0
Pre-tax return on equity	%	13.1	18.2	17.9
Return on equity after tax	%	9.9	13.8	13.5
Income/cost ratio	DKK	1.72	2.64	1.93
Interest risk	%	1.0	0.4	1.2
Foreign exchange position	%	1.8	6.6	5.6
Foreign exchange risk	%	0.0	0.0	0.0
Excess cover relative to statutory liquidity requirements	%	212.2	124.1	139.1
Loans and write-downs thereon relative to deposits	%	125.0	158.6	157.1
Loans relative to shareholders' equity		6.4	7.8	7.8
Growth in loans	%	-5.9	1.3	-1.7
Total large exposures	%	0.0	11.8	12.1
Cumulative write-down percentage	%	2.9	1.9	2.1
Write-down percentage for the period	%	0.70	0.16	0.48
Proportion of debtors at reduced interest	%	0.4	0.1	0.1
Result after tax per share * / ***	DKK	746.8	972.7	933.8
Book value per share * / **	DKK	8,083	7,367	7,382
Price/result per share * / ***		17.4	11.9	6.6
Price/book value per share * / **		1.61	1.57	0.84
* 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.				

Management's Statement

The board of directors and the board of managers have today approved the quarterly report of Ringkjøbing Landbobank for the period 1 January - 30 September 2009.

The quarterly 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 quarterly report provides a true and fair picture of the bank's assets, liabilities and financial position as of 30 September 2009 and of the result of the bank's activities for the period 1 January - 30 September 2009. 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 quarterly report has been reviewed, and 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, 21 October 2009

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