

Copenhagen Stock Exchange
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Date 24 May 2007
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Announcement No. 11/2007

Alm. Brand Bank – Interim report for the first quarter of 2007

The quarter at a glance

- Highly satisfactory Q1 profit before tax of DKK 95 million, against DKK 51 million for the first quarter of 2006. The performance was supported by unrealised capital gains on a number of thinly traded shares. Total value adjustments amounted to a gain of DKK 56 million, against DKK 6 million in Q1 2006.
- The bank reported a net increase of 29% in loans and advances relative to Q1 2006. The improvements were the result of continued growth in the loan portfolio for property projects and to investment customers as well as by the general increase in business the bank is recording thanks to the Alm. Brand Group's *dobbeltKUNDE* concept.
- The bank has developed a new risk management concept for large agricultural customers. The concept aims to reduce agricultural customers' funding costs by way of a controlled risk profile. Contracts with an aggregate volume of more than DKK 1.5 billion were signed in Q1 2007.
- Interest and fee income improved by 22% to DKK 153 million in Q1 2007.
- The income/cost ratio increased from 1.59 in Q1 2006 to 1.82 in Q1 2007.

Overview

- Loans and advances stood at DKK 15.3 billion at 31 March 2007.
- Shareholders' equity stood at DKK 1,290 million at 31 March 2007.
- The annualised return on equity for Q1 2007 was 30% before tax.
- The full-year 2007 profit forecast is upgraded from DKK 150 million to DKK 190 million.

Please direct any questions regarding this announcement to Henrik Nordam, Chief Executive, on tel. +45 35 47 48 49.

Yours sincerely

Alm. Brand Bank A/S

Henrik Nordam
Chief Executive



ALM. BRAND BANK A/S

INTERIM REPORT FOR THE FIRST
THREE MONTHS OF 2007

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COMPANY INFORMATION

BOARD OF DIRECTORS

Christian N.B. Ulrich, Chairman

Jørgen Hesselbjerg Mikkelsen, Deputy Chairman

Christian Hjorth-Andersen

Søren Boe Mortensen

Ole Bach, elected by the employees

Mark Oswald, elected by the employees

AUDITOR

Deloitte

Statsautoriseret Revisionsaktieselskab

INTERNAL AUDIT

Poul-Erik Winther Nielsen, Chief Auditor

EXECUTIVE BOARD

Henrik Nordam, Chief Executive

Peter Reedtz, Managing Director

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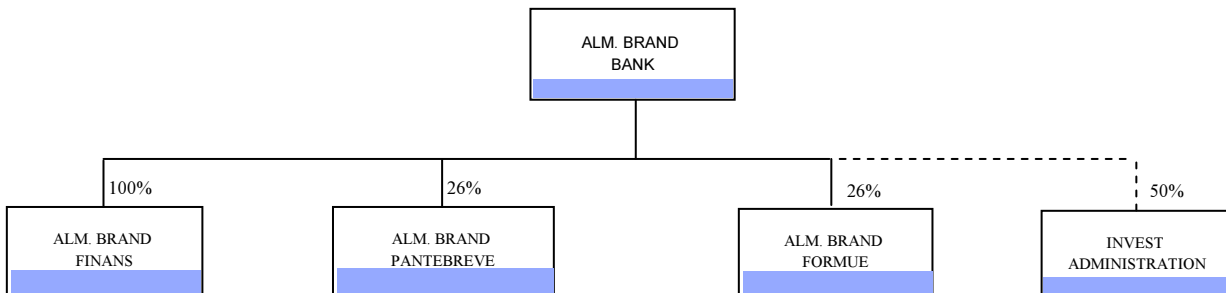
Internet: www.almbrand.dk

E-mail: bank@almbrand.dk

REGISTRATION

Alm. Brand Bank A/S

Registration Number CVR 81 75 35 12



The bank has three subsidiaries:

Alm. Brand Finans A/S

Alm. Brand Pantebreve A/S

Alm. Brand Formue A/S

OWNERSHIP

The bank is wholly owned by the listed company Alm. Brand A/S.

The bank also has investments in a joint venture:

Invest Administration A/S

The consolidated financial statements of Alm. Brand Bank A/S are a component of the consolidated financial statements of Alm. Brand A/S and Alm. Brand af 1792 fmba.

In addition, the bank acts as depositary bank for:

Investeringsforeningen Alm. Brand Invest

FINANCIAL HIGHLIGHTS AND KEY RATIOS

		PRO RATA		GROUP		
		Q1	Q1	Q1	Q1	Year
		2007	2006	2007	2006	2006
DKK million						
INCOME STATEMENT	Interest receivable	267	170	273	177	823
	Interest payable	175	85	178	89	464
	Net interest income	92	85	95	88	359
	Net fee and commission income and dividends etc.	61	40	62	44	157
	Net interest and fee income	153	125	157	132	516
	Value adjustments	56	6	67	-24	75
	Other operating income	3	3	3	4	10
	Profit on ordinary activities before expenses	212	134	227	112	601
	Operating expenses and depreciation	133	90	134	91	439
	Write-downs of loans, advances and receivables etc.	-18	-4	-18	-4	-27
	Profit/loss on participating interests	-2	3	-2	3	11
	Profit on activities before tax	95	51	109	28	200
	Tax	21	14	19	9	34
	Profit for the period	74	37	90	19	166
	Profit attributable to minority interests	-	-	16	-18	39
	Profit after tax exclusive minorities	-	-	74	37	127
Profit before tax exclusive minorities	-	-	95	51	167	
BALANCE SHEET	Loans and advances	15,336	11,863	14,485	10,988	13,128
	Guarantees etc.	1,499	1,804	1,499	1,804	1,477
	Deposits	9,867	9,145	9,867	9,145	9,548
	Shareholders' equity	1,290	1,126	1,824	1,581	1,785
	Of which attributable to minority interests	-	-	534	455	569
	Total assets	22,488	16,575	23,245	17,367	20,165
KEY RATIOS ETC.	Average number of employees, full-time equivalents	367	292	367	292	338
	Net interest margin p.a.	-	-	1.8%	2.1%	2.0%
	Income/cost ratio	1.82	1.59	1.94	1.32	1.49
	Impairment ratio	-0.4%	-0.1%	-0.4%	-0.1%	-0.2%
	Solvency ratio	-	-	11.2%	12.1%	12.1%
	Return on equity before tax p.a.	30.3%	18.5%	30.3%	18.5%	14.5%
	Return on equity after tax p.a.	23.5%	13.3%	23.5%	13.3%	11.1%
	Return in excess of the interest rate p.a. on certificates of deposit	26.5%	16.4%	26.5%	16.4%	11.5%

Financial highlights and key ratios have been calculated in accordance with the executive order on the presentation of financial reports by credit institutions and investment companies etc., the guidelines issued by the Danish Financial Supervisory Authority and recommendations from the Danish Society of Financial Analysts.

REPORT

In order to increase the transparency of Alm. Brand Bank's financial statements, the bank publishes pro rata consolidated figures (i.e. excluding minorities). The numbers are set out above and, unless otherwise indicated, the comments provided in the text below are for pro-rata numbers. Banking group numbers (i.e. not pro rata) are commented on only when found relevant.

Financial results

The bank's profit for Q1 2007 was DKK 95 million before tax, against DKK 51 million in the same quarter of last year. The performance equals an annualised return on equity before tax of 30% against 19% in the year-earlier period. The highly satisfactory performance was supported by unrealised capital gains on a number of shareholdings.

Net interest and fee income

Net interest and fee income was DKK 153 million, against DKK 125 million in Q1 2006.

Interest income was favourably impacted by stronger growth in the bank and adversely affected by the narrowing interest margin. The interest margin contracted as a result of the more competitive market and higher costs of raising liquidity.

Relative to the first quarter of 2006, fee income was lifted by the restructuring of the group's markets & asset management operations implemented last year. As a result, this business area is now making a stronger contribution to income. On the other hand, fee income was adversely affected by the reduced activity in the private housing market.

Value adjustments

Value adjustments in Q1 2007 amounted to a gain of DKK 56 million, against DKK 6 million in Q1 2006. DKK 44 million of the overall value adjustments derived from equities, of which a not insignificant part was produced by unrealised capital gains on a number of thinly traded shares.

The banking group's overall value adjustments in Q1 2007 amounted to a gain of DKK 67 million, against capital losses of DKK 24 million in Q1 2006. Alm. Brand Formue made positive value adjustments and Alm. Brand Pantebreve made negative value adjustments during the reporting period.

Costs

Total costs for Q1 2007 amounted to DKK 133 million, against DKK 90 million for the same period of last year. The costs increase was due to increased activity in all of the bank's business areas. The increase should also be seen in relation to the higher level of business activity. For example, loans and advances were up by 29%.

The income/cost ratio increased to 1.82 in Q1 2007 from 1.59 in Q1 2006. The corresponding figures for the banking group, i.e. including minorities, were 1.94 in Q1 2007 and 1.32 in Q1 2006.

Impairment of loans etc.

For the year to date, impairment of loans and guarantees charged to the income statement amounted to an income of DKK 18 million, against an income of DKK 4 million in Q1 2006. Accordingly, the bank benefited from lower-than-expected losses on the back of the favourable economic conditions in Denmark and the group's wish to maintain low risk in the bank's exposures.

The banking group's accumulated impairment charges and guarantees totalled DKK 163 million at 31 March 2007, which corresponds to an accumulated impairment ratio of 1.0 against 1.5 at 31 March 2006 and 1.2 at 31 December 2006.

REPORT

Balance sheet

Loans and advances, deposits and guarantees

The bank's balance sheet was positively impacted by continued growth in the loan portfolio, which was attributable, among other things, to continued success in providing loans for property projects and to investment customers. In addition, the bank recorded a general increase in business resulting from the Alm. Brand Group's *dobbelt*KUNDE concept.

Loans and advances totalled DKK 15.3 billion at 31 March 2007, an increase of DKK 1.2 billion relative to 31 December 2006 and an increase of DKK 3.5 billion or 29% since 31 March 2006. Growth in loans and advances was satisfactory and should be seen in the light of the bank's strategy of focusing on selected segments while maintaining risk at a well-defined and moderate level.

Deposits totalled DKK 9.9 billion at 31 March 2007, an increase of DKK 0.3 billion relative to 31 December 2006 and an increase DKK 0.7 billion or 8% since 31 March 2006.

Guarantees and other commitments amounted to DKK 1.5 billion at 31 March 2007, a fall of DKK 0.3 billion relative to 31 March 2006.

Payables to credit institutions

Due to the increased lending activity, payables to credit institutions rose from DKK 5.2 billion at 31 March 2006 to DKK 8.0 billion at 31 March 2007.

Capital

The bank's equity stood at DKK 1.3 billion at 31 March 2007. The capital base was DKK 1.6 billion.

The banking group's equity was DKK 1.8 billion at 31 March 2007, while the capital base was DKK 2.0 billion. The solvency ratio was 11.2 and the tier 1 ratio was 9.6.

Major events

Slump in the housing market

The housing market suffered a slump in the first quarter of 2007, resulting in lower customer turnover and fewer prepayments in the mortgage deed business. In spite of the subdued market activity, the net inflow of new private customers continued, as did growth in loans and advances.

Market for deposits becoming more competitive

The market for deposits became more competitive during the first quarter. In step with the gradual hiking of interest rates by the European Central Bank, both Danish and foreign banks have raised the level of interest rates in the Danish market and intensified their marketing efforts. Alm. Brand Bank recorded an increase in customer deposits during the reporting period.

Positive performance by Alm. Brand Henton

Alm. Brand Henton, the bank's markets & asset management operations, reported increased business activity in the first quarter. The portfolios under management produced competitive returns and, as a result, better earnings for the bank. There was a net inflow of new customers in the first quarter and business volumes with existing customers improved.

REPORT

New risk management concept for agriculture

The bank has developed a new risk management concept for large agricultural customers. The concept aims to reduce agricultural customers' funding costs by way of a controlled risk profile. The new product has been well received and contracts with an aggregate volume of more than DKK 1.5 billion were signed in the first quarter.

New mortgage deed company

The bank's wholesale department has arranged a private placement in a new mortgage deed investment company with a volume of more than DKK 200 million targeting the bank's large private banking customers. The new company has budgeted for a very high return and applies a correspondingly high risk profile. Accordingly, the new investment product has a different target group than Alm. Brand Pantebreve A/S, the listed company addressing a wider spectrum of customers with a lower risk profile.

Events after the balance sheet date

Liquidity to generate future growth in loans and advances

As part of the long-term funding strategy, the bank raised a syndicated loan facility of EUR 455 million, corresponding to DKK 3.4 billion, in April 2007. DKK 0.7 billion of the proceeds will be used to repay existing loan facilities. Provided by a consortium of international banks, the loan consists of two tranches with maturities of three and five years, respectively. There was substantial interest in participating in the loan facility, and Alm. Brand Bank obtained attractive loan terms.

Outlook

The bank forecasts pre-tax profit of around DKK 190 million for 2007, which is a DKK 40 million upgrade from the guidance provided in the 2006 Annual Report.

The upgrade is based on the better-than-expected performance in the first three months of 2007.

ACCOUNTING POLICIES

The interim report has been prepared in accordance with the International Financial Reporting Standards (IFRS) as approved by the EU. The parent company financial statements have been prepared in accordance with the provisions of the Danish Financial Business Act, including the executive order on financial reports presented by credit institutions and investment companies and Danish accounting standards. In addition, the interim report has been prepared in accordance with additional Danish disclosure requirements for listed financial companies.

The accounting policies are unchanged as compared with the annual report for 2006.

The interim report for the first three months of 2007 is unaudited.

SIGNATURES

The Board of Directors and the Executive Board have today reviewed and adopted the interim report for the first three months of 2007 of Alm. Brand Bank A/S.

The consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards as approved by the EU, and the financial statements of the parent company have been prepared in accordance with the Danish Financial Business Act and Danish accounting standards. In addition, the interim report has been presented in accordance with additional Danish disclosure requirements for listed financial enterprises.

In our opinion, the accounting policies applied are appropriate, and the interim report gives a true and fair view of the group's and the parent company's assets, liabilities and financial position at 31 March 2007 and of the results of the group's and the parent company's operations and the cash flow of the group for the financial period ended 31 March 2007.

EXECUTIVE BOARD

Copenhagen, 24 May 2007

Henrik Nordam
Chief Executive

Peter Reertz
Managing Director

BOARD OF DIRECTORS

Copenhagen, 24 May 2007

Christian N. B. Ulrich
Chairman

Jørgen Hesselbjerg Mikkelsen
Deputy Chairman

Christian Hjorth-Andersen

Søren Boe Mortensen

Ole Bach

Mark Oswald

INCOME STATEMENT

DKK '000	Note	Group			Parent Company		
		Q1 2007	Q1 2006	Year 2006	Q1 2007	Q1 2006	Year 2006
Interest receivable	1	273,134	176,907	822,542	253,252	154,283	734,887
Interest payable	2	177,641	88,594	463,880	173,593	84,542	446,168
Net interest income		95,493	88,313	358,662	79,659	69,741	288,719
Dividend on participating interests		5,497	8,062	16,569	163	63	2,444
Fees and commissions receivable		60,337	44,758	171,322	58,179	44,296	170,756
Fees and commissions payable		3,683	8,383	30,842	2,666	7,042	28,235
Net interest and fee income		157,644	132,750	515,711	135,335	107,058	433,684
Value adjustments	3	67,070	-24,002	75,427	52,496	15,141	56,274
Other operating income		2,686	3,638	10,449	772	781	3,746
Profit before expenses		227,400	112,386	601,587	188,603	122,980	493,704
Staff costs and administrative expenses	4	133,700	90,799	437,116	122,397	79,485	390,689
Depreciation, amortisation and impairment of intangible assets and property, plant and equipment		611	412	1,941	611	410	1,941
Impairment of loans, advances and receivables, etc.	5	-17,760	-3,672	-26,665	-11,899	-2,920	-16,239
Profit from participating interests in associated and group undertakings		-1,684	3,432	11,133	17,352	5,280	49,851
Profit before tax		109,165	28,279	200,328	94,846	51,285	167,164
Tax		18,943	8,903	33,825	21,258	14,546	39,642
Profit for the period		90,222	19,376	166,503	73,588	36,739	127,522
Profit attributable to minority interests		16,634	-17,363	38,981			

BALANCE SHEET

DKK '000	Note	Group			Parent Company		
		31.03.2007	31.03.2006	31.12.2006	31.03.2007	31.03.2006	31.12.2006
ASSETS							
Cash in hand and receivables at call from central banks		40,439	16,789	36,531	40,439	16,789	36,531
Receivables from credit institutions and central banks		1,588,699	860,112	1,029,961	1,588,346	860,112	1,025,810
Loans, advances and other receivables at fair value		1,975,985	1,523,044	1,893,491	945,221	777,311	914,038
Loans, advances and other receivables at amortised cost		12,509,226	9,464,691	11,234,653	14,503,066	11,099,201	13,246,612
Bonds at fair value		5,056,462	3,907,023	4,376,562	3,610,679	2,472,225	2,879,428
Shares etc.		935,184	728,445	816,773	247,653	121,618	157,935
Participating interests in associated undertakings		2,977	385	2,799	2,156	-	2,250
Participating interests in group undertakings		288	3,570	173	532,365	481,064	464,492
Intangible assets		51,726	49,147	51,726	51,726	49,147	51,726
Other property, plant and equipment		10,723	8,100	10,248	10,723	8,100	10,248
Current tax assets		37,187	14,102	48,822	-	-	-
Deferred tax assets		119,750	178,320	126,059	6,937	7,808	7,246
Assets acquired temporarily		9,388	9,102	11,186	-	-	-
Other assets		899,214	591,392	518,876	853,685	559,824	469,753
Prepayments		7,933	12,496	7,154	7,880	9,176	6,611
Total assets		23,245,181	17,366,718	20,165,014	22,400,876	16,462,375	19,272,680

BALANCE SHEET

DKK '000	Note	Group			Parent Company		
		31.03.2007	31.03.2006	31.12.2006	31.03.2007	31.03.2006	31.12.2006
LIABILITIES AND EQUITY							
Payables							
Payables to credit institutions and central banks		8,191,043	5,561,309	6,708,918	7,889,642	5,146,009	6,407,518
Deposits and other payables		9,866,930	9,144,782	9,548,293	9,867,094	9,145,262	9,548,381
Issued bonds		1,375,348	-	1,039,913	1,375,348	-	1,039,913
Current tax liabilities		-	70,348	-	24,078	56,705	6,318
Other liabilities		1,485,198	695,818	578,035	1,467,985	674,896	566,012
Deferred income		20,980	2,527	21,545	4,714	2,516	4,900
Total payables		20,939,499	15,474,784	17,896,704	20,628,861	15,025,388	17,573,042
Provisions							
Provisions for pensions and similar liabilities		8,880	10,165	8,880	8,880	10,165	8,880
Provisions for losses on guarantees		-	915	-	-	915	-
Other provisions		-	30	-	-	30	-
Total provisions		8,880	11,110	8,880	8,880	11,110	8,880
Subordinated debt							
Supplementary capital		300,000	300,000	300,000	300,000	300,000	300,000
Hybrid Tier 1 capital		172,887	-	174,098	172,887	-	174,098
Total subordinated debt		472,887	300,000	474,098	472,887	300,000	474,098
Shareholders' equity							
Share capital		351,000	351,000	351,000	351,000	351,000	351,000
Other reserves		-	-	-	320,963	290,042	320,963
Retained earnings		939,248	774,877	865,660	618,285	484,835	544,697
Minority interests		533,667	454,947	568,672	-	-	-
Total shareholders' equity		1,823,915	1,580,824	1,785,332	1,290,248	1,125,877	1,216,660
<i>Of which proposed dividend</i>				0			0
Total liabilities and equity		23,245,181	17,366,718	20,165,014	22,400,876	16,462,375	19,272,680

STATEMENT OF CHANGES IN EQUITY

DKK '000	Parent company				Group	
	Share capital	Other reserves	Retained earnings	Total	Minority interests	Total
Shareholders' equity at 1 January 2006	351,000	290,042	448,096	1,089,138	519,990	1,609,128
Equity movements in 2006						
Other change in respect of subsidiaries				-	9,701	9,701
Profit for the year		30,921	96,601	127,522	38,981	166,503
Comprehensive income in 2006	-	30,921	96,601	127,522	48,682	176,204
Dividend paid				-		-
Total equity movements in 2006	-	30,921	96,601	127,522	48,682	176,204
Shareholders' equity at 31 December 2006	351,000	320,963	544,697	1,216,660	568,672	1,785,332
<i>Of which proposed dividends</i>			0	0		0
Shareholders' equity at 1 January 2007	351,000	320,963	544,697	1,216,660	568,672	1,785,332
Equity movements in 2007						
Other change in respect of subsidiaries				-	-51,639	-51,639
Profit for the period		-	73,588	73,588	16,634	90,222
Comprehensive income in 2007	-	-	73,588	73,588	-35,005	38,583
Dividend paid				-		-
Total equity movements in 2007	-	-	73,588	73,588	-35,005	38,583
Shareholders' equity at 31 March 2007	351,000	320,963	618,285	1,290,248	533,667	1,823,915
<i>Of which proposed dividends</i>			0	0		0

CASH FLOW STATEMENT

DKK '000	Group		
	Q1 2007	Q1 2006	Year 2006
Operating activities			
Profit for the period before tax	109,165	19,376	200,328
Tax paid during the period	-	-	-79,034
Adjustment for amounts with no cash flow impact:			
Other adjustments to cash flows from operating activities	-86,844	-72,030	-159,068
Total, operating activities	22,321	-52,654	-37,774
Working capital			
Balances due from credit institutions over 3 months	-	40,666	40,666
Loans and advances, etc.	-1,334,663	-260,275	-2,371,205
Deposits	318,638	155,289	558,800
Bonds	-213,888	949,335	442,223
Shares	-42,419	13,998	52,213
Total, working capital	-1,272,332	899,013	-1,277,303
Investing activities			
Investments in associates	-	-	-2,524
Investments in group enterprises	-115	2,108	2,073
Acquisition and divestment of subsidiaries	-	-	-2,579
Property, plant and equipment	-1,087	-2,792	-6,470
Total, investing activities	-1,202	-684	-9,500
Financing activities			
Payables to credit institutions	1,478,423	-1,855,516	-709,355
Bonds issued	335,436	-	1,039,913
Hybrid Tier 1 capital	-	-	173,769
Total, financing activities	1,813,859	-1,855,516	504,327
Change in cash and cash equivalents			
	562,646	-1,009,841	-820,250
Cash and cash equivalents, beginning of period	1,066,492	1,886,742	1,886,742
Change in cash and cash equivalents	562,646	-1,009,841	-820,250
Cash and cash equivalents, end of period	1,629,138	876,901	1,066,492
Cash and cash equivalents, end of period			
Cash and balances due from central banks	40,439	16,789	36,531
Balances due from credit institutions less than 3 months	1,588,699	860,112	1,029,961
Cash and cash equivalents, end of period	1,629,138	876,901	1,066,492

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	Group			Parent Company		
	Q1 2007	Q1 2006	Year 2006	Q1 2007	Q1 2006	Year 2006
NOTE 1 Interest receivable						
Receivables from credit institutions and central banks	15,383	7,349	41,559	15,323	7,340	41,557
Loans, advances and other receivables	199,887	130,640	609,428	197,720	123,112	582,633
Bonds	50,843	39,871	162,285	34,683	24,628	104,253
Total derivatives	6,865	-980	7,667	5,399	-824	6,197
Of which:						
Currency contracts	9,149	3,985	19,422	7,683	4,141	18,686
Interest rate contracts	-2,284	-4,965	-11,755	-2,284	-4,965	-12,489
Other interest receivable	156	27	1,603	127	27	247
Total interest receivable	273,134	176,907	822,542	253,252	154,283	734,887

Interest receivable from genuine purchase and resale transactions:

Balances due from credit institutions and central banks	4,630	3,048	5,753	4,630	3,048	5,753
Loans, advances and other receivables	3,411	-	2,213	3,411	-	2,213

NOTE 2 Interest payable

Credit institutions and central banks	74,097	41,229	197,584	70,187	37,177	179,826
Deposits and other payables	82,701	43,512	238,665	82,705	43,512	238,712
Issued bonds	13,643	-	9,751	13,643	-	9,751
Subordinated debt	6,347	3,759	16,562	6,347	3,759	16,562
Other interest payable	853	94	1,318	711	94	1,317
Total interest payable	177,641	88,594	463,880	173,593	84,542	446,168

Interest payable from genuine sale and repurchase transactions:

Payables to credit institutions and central banks	9,051	6,407	20,573	9,051	6,407	20,573
Deposits and other payables	-	-	36	-	-	36

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	Group			Parent Company		
	Q1 2007	Q1 2006	Year 2006	Q1 2007	Q1 2006	Year 2006
NOTE 3 Value adjustments						
Loans, advances and other receivables at fair value	9,875	-1,796	1,365	14,355	5,166	17,130
Bonds	-7,645	-56,632	-57,998	6,012	-15,035	-2,945
Shares etc.	66,310	20,855	127,053	36,832	10,442	44,087
Foreign exchange	8,005	824	18,822	2,607	1,790	12,130
Total derivatives	-9,475	12,747	-15,100	-7,310	12,778	-15,413
Of which:						
Currency contracts	-2,965	2,025	1,276	-800	2,041	872
Interest rate contracts	-480	10,187	3,369	-480	10,203	3,369
Share contracts	-6,030	535	-19,745	-6,030	534	-19,654
Other commitments	0	0	1,285	0	0	1,285
Total value adjustments	67,070	-24,002	75,427	52,496	15,141	56,274
NOTE 4 Staff costs and administrative expenses						
Salaries and remuneration of Executive Board and Board of Directors:						
Executive Board	2,728	813	5,248	2,728	813	5,248
Board of Directors	113	112	477	113	112	477
Total	2,841	925	5,725	2,841	925	5,725
Staff costs:						
Salaries and wages	45,860	31,550	170,274	42,531	27,780	155,038
Pensions	4,746	3,825	16,570	4,192	3,411	15,059
Social security costs	5,021	3,666	16,885	4,363	3,471	15,469
Total	55,627	39,041	203,729	51,086	34,662	185,566
Other administrative expenses	75,232	50,833	227,662	68,470	43,898	199,398
Total staff costs and administrative expenses	133,700	90,799	437,116	122,397	79,485	390,689
Average number of employees, full-time equivalents	367	292	338	341	262	310

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	Group			Parent Company		
	Q1 2007	Q1 2006	Year 2006	Q1 2007	Q1 2006	Year 2006
NOTE 5 Impairment of loans, advances and receivables, etc.						
Individual assessment:						
Impairment and value adjustments, respectively, during the year	4,406	9,715	68,762	2,949	7,003	45,973
Reversal of impairment in previous years	15,334	12,954	79,982	13,876	11,640	67,224
Total individual assessment	-10,928	-3,239	-11,220	-10,927	-4,637	-21,251
Group assessment:						
Impairment and value adjustments, respectively, during the year	557	887	6,714	0	887	6,714
Reversal of impairment in previous years	7,299	1,617	16,475	732	-	2,401
Total group assessment	-6,742	-730	-9,761	-732	887	4,313
Losses not previously provided for	2,348	2,572	12,726	1,246	1,823	7,726
Bad debts recovered	2,438	2,275	18,410	1,486	993	7,027
Total impairment of loans, advances and receivables, etc.	-17,760	-3,672	-26,665	-11,899	-2,920	-16,239

NOTE 6 Off-balance sheet items**Guarantees etc.**

Financial guarantees	889,400	980,500	819,142	889,400	980,500	819,142
Mortgage finance guarantees	233,602	232,640	239,846	233,602	232,640	239,846
Other guarantees	376,002	590,560	418,196	376,002	590,560	418,196
Total guarantees etc.	1,499,004	1,803,700	1,477,184	1,499,004	1,803,700	1,477,184

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	Group			Parent Company		
	Q1 2007	Q1 2006	Year 2006	Q1 2007	Q1 2006	Year 2006
NOTE 6 Off-balance sheet items (continued)						
Other commitments						
Other commitments	289,805	114,888	216,806	289,805	111,428	216,806
Total other commitments	289,805	114,888	216,806	289,805	111,428	216,806
Total off-balance sheet items	1,788,809	1,918,588	1,693,990	1,788,809	1,915,128	1,693,990

Contingent liabilities

The bank has entered into a property lease with Henton Group A/S in respect of the headquarters at Silkeborg. The lease is non-terminable for seven years and three months from 1 January 2007. In addition to rent, the lease also covers joint expenses and canteen. The capitalised value of the lease has been calculated at DKK 6 million.

Being an active financial services group, the group is a party to a number of lawsuits. The cases are reviewed on an ongoing basis, and the necessary provisions are made. Management believes that these cases will not inflict further losses on the group.

Collateral security

Monetary-policy counterparties with the Danish Central Bank can obtain credit only against security through the mortgaging of approved securities.

As part of the ongoing business, at end March 2007 the bank provided bonds as security vis-à-vis the Danish Central Bank at a market value of DKK 1,885 million (Q1 2006: DKK 447 million).

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	Share capital		Ownership interest in %		Voting share in %	
	31.03.2007	31.12.2006	31.03.2007	31.12.2006	31.03.2007	31.12.2006
NOTE 7 Group overview						
Consolidated subsidiaries:						
Alm. Brand Finans A/S	3,000	3,000	100.0	100.0	100.0	100.0
Alm. Brand Pantebreve A/S	105,000	105,000	26.1	20.6	72.8	70.7
Alm. Brand Formue A/S	310,000	310,000	26.0	18.0	60.1	55.8
Associates (not consolidated):						
Invest Administration A/S	1,020	1,020	50.0	50.0	50.0	50.0

NOTER

	Group						
	Q1 2007						
DKK '000	Retail banking	Wholesale banking	Alm. Brand Finans	Alm. Brand Pante- breve	Alm. Brand Formue	Other/ Elimina- tions	Alm. Brand Bank Group
NOTE 8 Segment information							
Interest receivable	103,205	177,387	29,012	17,983	16,882	-71,335	273,134
Interest payable	76,162	124,074	17,821	10,289	19,933	-70,638	177,641
Net interest income	27,043	53,313	11,191	7,694	-3,051	-697	95,493
Net fee and commission income, etc.	9,774	46,266	4,576	-803	2,701	-363	62,151
Value adjustments	87	46,581	-	-2,819	17,393	5,828	67,070
Other operating income	-	818	1,915	-	-	-47	2,686
Profit on ordinary activities before expenses (Net income)	36,904	146,978	17,682	4,072	17,043	4,721	227,400
Operating expenses	15,234	35,246	9,530	1,154	620	72,527	134,311
Write-downs of loans, advances and receivables, etc.	1,508	-	-5,861	-	-	-13,407	-17,760
Profit/loss on participating interests	-	-2,319	272	-	-	363	-1,684
Profit on activities before tax	20,162	109,413	14,285	2,918	16,423	-54,036	109,165
	Q1 2006						
DKK '000	Retail banking	Wholesale banking	Alm. Brand Finans	Alm. Brand Pante- breve	Alm. Brand Formue	Other/ Elimina- tions	Alm. Brand Bank Group
Interest receivable	68,591	98,251	26,027	13,755	14,499	-44,216	176,907
Interest payable	39,403	62,557	15,146	5,656	14,908	-49,076	88,594
Net interest income	29,188	35,694	10,881	8,099	-409	4,860	88,313
Net fee and commission income, etc.	11,630	28,357	2,008	-538	5,651	-2,671	44,437
Value adjustments	71	6,359	-	-6,353	-32,790	8,711	-24,002
Other operating income	-	-	2,857	-	-	781	3,638
Profit on ordinary activities before expenses (Net income)	40,889	70,410	15,746	1,208	-27,548	11,681	112,386
Operating expenses	11,557	22,060	9,602	965	748	46,279	91,211
Write-downs of loans, advances and receivables, etc.	1,823	-	-751	-	-	-4,744	-3,672
Profit/loss on participating interests	-	-	-	-	-	3,432	3,432
Profit on activities before tax	27,509	48,350	6,895	243	-28,296	-26,422	28,279