

NASDAQ OMX Copenhagen A/S  
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## Alm. Brand Bank A/S – Interim report for the third quarter of 2011

### Highlights

- **Alm. Brand Bank posted a loss of DKK 25 million before losses and writedowns in Q3 2011. For the year to date, the bank incurred a loss of DKK 147 million.**
- **The Q3 loss was mainly attributable to negative value adjustments due to sustained turmoil in the financial markets. The performance was highly unsatisfactory but in line with the guidance provided in the half-year financial statements.**
- **Total impairment writedowns on loans amounted to DKK 131 million in Q3 2011, which was in line with the estimate previously provided. Alm. Brand Bank thus posted a loss of DKK 156 million before tax and before losses and writedowns.**
- **At 30 September 2011, the bank had excess liquidity of DKK 7 billion, equivalent to an excess cover of 346%.**
- **The bank retains its expectations of a full-year loss of around DKK 155 million before losses and writedowns.**

### Other highlights

- Net interest income amounted to DKK 91 million in Q3 2011, against DKK 96 million in Q2 2011. The decline was attributable to a combination of lower interest income from lending caused by a decline in total loans and advances and higher funding costs.
- In Q3 2011, impairment writedowns on loans amounted to DKK 107 million, while credit losses and writedowns on the bank's mortgage deed portfolio totalled DKK 24 million. Total losses and writedowns thus amounted to DKK 131 million.
- Value adjustments, excluding credit-related losses and writedowns on mortgage deeds, amounted to DKK 38 million in Q3 2011, of which other interest-related value adjustments totalled a loss of DKK 13 million. This was, among other things, due to the fact that the bank had taken positions in expectation of rising interest rates in the first half

of the third quarter. Today, the bank's excess liquidity is placed in bonds with short duration and in certificates of deposit.

- At 30 September 2011, the bank's total capital base stood at DKK 2.6 billion, and the solvency ratio was 20.3.
- The bank has resolved to raise the individual solvency need, primarily for the agricultural segment but also slightly for the private customer segment. The increase is implemented due to the greater uncertainty about future developments in these two areas, although this has not yet led to additional losses and writedowns. The bank's capital base exceeded the individual solvency need by 3.1 percentage points.

Please direct any questions regarding this announcement to Kim Bai Wadstrøm, Chief Executive, on tel. +45 35 47 70 14 or Susanne Biltoft, Head of Information and Investor Relations, on tel. +45 35 47 76 61.

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