

NORD/LB COVERED FINANCE BANK S.A.

Update

Ratings

Foreign Currency

Long-Term IDR	A
Short-Term IDR	F1

Support Rating	1
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Sovereign Risk

Long-Term Foreign-Currency IDR	AAA
Long-Term Local-Currency IDR	AAA

Outlooks

Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Local-Currency IDR	Stable

Financial Data

NORD/LB COVERED FINANCE BANK S.A.

	30 Jun 2012	31 Dec 2011
Total assets (USDm)	9,009.1	9,188.9
Total assets (EURm)	7,155.9	7,102.1
Total equity (EURm)	59.0	57.6
Operating profit (EURm)	0.3	-8.4
Net income (EURm)	0.2	4.1
Operating ROAA (%)	0.01	-0.13
Operating ROAE (%)	1.03	-13.27
Tier 1 ratio (%)	10.52	10.17
Fitch core capital/weighted risks (%)	4.71	n.a.

Ratings Driven by Support: The Long-Term and Short-Term IDRs of NORD/LB COVERED FINANCE BANK S.A. (NORD/LB CFB) are driven by Fitch Ratings' view of the extremely high likelihood of support from the bank's ultimate owner. NORD/LB CFB is indirectly wholly owned by Norddeutsche Landesbank Girozentrale (NORD/LB; A/Stable) via Norddeutsche Landesbank Luxembourg S.A.

Strong Group Integration: NORD/LB CFB's ratings are equalised with those of NORD/LB due to the high degree of integration between the two entities. The bank forms less than 5% of NORD/LB Group assets but is an important part of the group's capital market activities and is fully integrated into group processes. Fitch does not assign a Viability Rating to NORD/LB CFB because of this high degree of integration.

In addition, NORD/LB CFB has a declaration of backing (Patronatserklärung) from NORD/LB, expressing its commitment to ensure that NORD/LB CFB will meet its obligations at all times.

Ultimate Support by State: The Long-Term IDR of the ultimate parent NORD/LB is driven by Fitch's expectation that support from the State of Lower Saxony (AAA/Stable) would be extremely likely if this were required, meaning that NORD/LB CFB's ratings are ultimately linked to the creditworthiness of Lower Saxony. This is, in turn, underpinned by the strength of the German solidarity system, which links the creditworthiness of each federal state to that of the Federal Republic of Germany (AAA/Stable).

Access to Funding Instruments: NORD/LB CFB was established in 2006 to enable the NORD/LB Group to issue Luxembourg covered bonds (lettres de gage publiques), and business activities are geared towards this type of funding. The bank's outstanding lettres de gage publiques at end-Q312 totalled EUR3.6bn, forming over half of its total funding.

Low-Margin Business Model: NORD/LB CFB's focus on low-margin international public-sector business – which forms an eligible cover pool asset for the issuance of lettres de gage publiques – means that profitability is typically low. In addition, risks arise from the increased volatility of public-sector investment securities due to current market conditions, particularly given the high proportion of eurozone exposures in the bank's portfolio. This is mitigated by the bank's conservative attitude, meaning that counterparties are high-quality.

High Leverage Increases Risk: The bank's public-sector assets carry low risk weightings, meaning that the balance sheet is highly leveraged. This leaves capitalisation vulnerable to deterioration in asset quality. Capitalisation is low as this is managed at NORD/LB Group level, meaning that NORD/LB CFB's capitalisation is unlikely to be strengthened in the absence of regulatory change. Fitch would expect the parent to inject capital in case of need, however.

Rating Sensitivities

Rating Action on Parent: A rating action on NORD/LB would trigger a corresponding rating action of NORD/LB CFB. A rating action on Germany would also affect the bank's rating, as its ultimate support comes from the sovereign.

Change in Support Structure: A change in Fitch's view of the willingness or propensity of the ultimate parent to support the bank would also be likely to trigger a rating action. This would arise for instance due to a change in NORD/LB's or NORD/LB CFB's ownership or support structure, or a change in the degree of integration of NORD/LB with the group. Fitch believes that such changes are unlikely in the medium term.

Related Research

Fitch Affirms NORD/LB at 'A'; Outlook Stable (January 2013)

Fitch Affirms NORD/LB COVERED FINANCE BANK's Public Sector Lettres de Gage at 'AAA' (December 2012)

Fitch Affirms 6 German Laender at 'AAA'; Outlooks Stable (November 2012)

Germany (September 2012)

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NORD/LB COVERED FINANCE BANK S.A.

Income Statement

	30 Jun 2012			31 Dec 2011		31 Dec 2010		31 Dec 2009	
	6 Months - Interim USDm Unaudited	6 Months - Interim EURm Unaudited	As % of Earning Assets	Year End EURm Unqualified	As % of Earning Assets	Year End EURm Unqualified	As % of Earning Assets	Year End EURm Unqualified	As % of Earning Assets
1. Interest Income on Loans	n.a.	n.a.	-	57.3	0.81	55.7	0.87	66.6	1.12
2. Other Interest Income	255.9	203.3	5.73	360.8	5.09	334.9	5.23	311.8	5.26
3. Dividend Income	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Gross Interest and Dividend Income	255.9	203.3	5.73	418.1	5.90	390.6	6.10	378.4	6.38
5. Interest Expense on Customer Deposits	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
6. Other Interest Expense	253.6	201.4	5.67	411.5	5.81	382.0	5.97	369.7	6.24
7. Total Interest Expense	253.6	201.4	5.67	411.5	5.81	382.0	5.97	369.7	6.24
8. Net Interest Income	2.4	1.9	0.05	6.6	0.09	8.6	0.13	8.7	0.15
9. Net Gains (Losses) on Trading and Derivatives	(0.9)	(0.7)	(0.02)	(5.0)	(0.07)	0.4	0.01	0.1	0.00
10. Net Gains (Losses) on Other Securities	3.7	2.9	0.08	n.a.	-	n.a.	-	n.a.	-
11. Net Gains (Losses) on Assets at FV through Income Statement	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Net Insurance Income	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
13. Net Fees and Commissions	(0.8)	(0.6)	(0.02)	(2.0)	(0.03)	(1.2)	(0.02)	(0.9)	(0.02)
14. Other Operating Income	n.a.	n.a.	-	n.a.	-	n.a.	-	0.1	0.00
15. Total Non-Interest Operating Income	2.0	1.6	0.05	(7.0)	(0.10)	(0.8)	(0.01)	(0.7)	(0.01)
16. Personnel Expenses	0.6	0.5	0.01	1.5	0.02	1.5	0.02	1.1	0.02
17. Other Operating Expenses	3.3	2.6	0.07	6.4	0.09	3.6	0.06	4.0	0.07
18. Total Non-Interest Expenses	3.9	3.1	0.09	7.9	0.11	5.1	0.08	5.1	0.09
19. Equity-accounted Profit/ Loss - Operating	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
20. Pre-Impairment Operating Profit	0.5	0.4	0.01	(8.3)	(0.12)	2.7	0.04	2.9	0.05
21. Loan Impairment Charge	0.1	0.1	0.00	0.1	0.00	1.0	0.02	0.3	0.01
22. Securities and Other Credit Impairment Charges	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
23. Operating Profit	0.4	0.3	0.01	(8.4)	(0.12)	1.7	0.03	2.6	0.04
24. Equity-accounted Profit/ Loss - Non-operating	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
25. Non-recurring Income	n.a.	n.a.	-	12.3	0.17	5.0	0.08	5.4	0.09
26. Non-recurring Expense	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
27. Change in Fair Value of Own Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
28. Other Non-operating Income and Expenses	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
29. Pre-tax Profit	0.4	0.3	0.01	3.9	0.06	6.7	0.10	8.0	0.13
30. Tax expense	0.1	0.1	0.00	(0.2)	(0.00)	(0.5)	(0.01)	1.6	0.03
31. Profit/Loss from Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
32. Net Income	0.3	0.2	0.01	4.1	0.06	7.2	0.11	6.4	0.11
33. Change in Value of AFS Investments	n.a.	n.a.	-	(30.3)	(0.43)	(9.0)	(0.14)	6.5	0.11
34. Revaluation of Fixed Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
35. Currency Translation Differences	n.a.	n.a.	-	0.0	0.00	n.a.	-	n.a.	-
36. Remaining OCI Gains/(losses)	n.a.	n.a.	-	8.8	0.12	n.a.	-	6.5	0.11
37. Fitch Comprehensive Income	0.3	0.2	0.01	(17.4)	(0.25)	(1.8)	(0.03)	19.4	0.33
38. Memo: Profit Allocation to Non-controlling Interests	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
39. Memo: Net Income after Allocation to Non-controlling Interests	0.3	0.2	0.01	4.1	0.06	7.2	0.11	6.4	0.11
40. Memo: Common Dividends Relating to the Period	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
41. Memo: Preferred Dividends Relating to the Period	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-

Exchange rate

USD1 = EUR0.7943

USD1 = EUR0.7729

USD1 = EUR0.7484

USD1 = EUR0.69416

Related Criteria

[Global Financial Institutions Rating Criteria](#)
(August 2012)

[Evaluating Corporate Governance](#)
(December 2012)

NORD/LB COVERED FINANCE BANK S.A.

Balance Sheet

	30 Jun 2012			31 Dec 2011		31 Dec 2010		31 Dec 2009	
	6 Months - Interim USDm	6 Months - Interim EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets
Assets									
A. Loans									
1. Residential Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Other Consumer/ Retail Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Corporate & Commercial Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Other Loans	1,012.2	804.0	11.24	785.5	11.06	821.4	12.82	856.8	14.45
6. Less: Reserves for Impaired Loans/ NPLs	0.5	0.4	0.01	0.3	0.00	2.1	0.03	1.0	0.02
7. Net Loans	1,011.7	803.6	11.23	785.2	11.06	819.3	12.78	855.8	14.43
8. Gross Loans	1,012.2	804.0	11.24	785.5	11.06	821.4	12.82	856.8	14.45
9. Memo: Impaired Loans included above	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
10. Memo: Loans at Fair Value included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
B. Other Earning Assets									
1. Loans and Advances to Banks	1,904.8	1,513.0	21.14	1,417.7	19.96	1,111.0	17.34	1,144.8	19.30
2. Reverse Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Trading Securities and at FV through Income	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Derivatives	953.0	757.0	10.58	635.7	8.95	424.4	6.62	239.9	4.05
5. Available for Sale Securities	597.0	474.2	6.63	618.5	8.71	653.0	10.19	424.4	7.16
6. Held to Maturity Securities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. At-equity Investments in Associates	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Other Securities	4,522.9	3,592.5	50.20	3,628.5	51.09	3,391.9	52.93	3,262.0	55.00
9. Total Securities	6,072.9	4,823.7	67.41	4,882.7	68.75	4,469.3	69.74	3,926.3	66.20
10. Memo: Government Securities included Above	2,830.9	2,248.6	31.42	2,175.2	30.63	2,001.7	31.24	n.a.	-
11. Memo: Total Securities Pledged	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Investments in Property	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
13. Insurance Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
14. Other Earning Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
15. Total Earning Assets	8,989.4	7,140.3	99.78	7,085.6	99.77	6,399.6	99.86	5,926.9	99.94
C. Non-Earning Assets									
1. Cash and Due From Banks	0.0	0.0	0.00	0.0	0.00	1.4	0.02	0.0	0.00
2. Memo: Mandatory Reserves included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Foreclosed Real Estate	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Fixed Assets	0.0	0.0	0.00	0.5	0.01	0.0	0.00	0.0	0.00
5. Goodwill	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
6. Other Intangibles	n.a.	n.a.	-	0.0	0.00	0.0	0.00	0.0	0.00
7. Current Tax Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Deferred Tax Assets	19.5	15.5	0.22	16.0	0.23	7.3	0.11	3.6	0.06
9. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Other Assets	0.1	0.1	0.00	0.0	0.00	0.2	0.00	0.1	0.00
11. Total Assets	9,009.1	7,155.9	100.00	7,102.1	100.00	6,408.5	100.00	5,930.6	100.00
Liabilities and Equity									
D. Interest-Bearing Liabilities									
1. Customer Deposits - Current	888.5	705.7	9.86	560.9	7.90	433.0	6.76	367.9	6.20
2. Customer Deposits - Savings	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Customer Deposits - Term	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Total Customer Deposits	888.5	705.7	9.86	560.9	7.90	433.0	6.76	367.9	6.20
5. Deposits from Banks	3,380.2	2,684.9	37.52	2,786.2	39.23	2,550.9	39.80	1,960.8	33.06
6. Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Other Deposits and Short-term Borrowings	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Total Deposits, Money Market and Short-term Funding	4,268.7	3,390.6	47.38	3,347.1	47.13	2,983.9	46.56	2,328.7	39.27
9. Senior Debt Maturing after 1 Year	3,074.5	2,442.1	34.13	2,578.8	36.31	2,701.3	42.15	3,032.7	51.14
10. Subordinated Borrowing	41.3	32.8	0.46	30.9	0.44	38.0	0.59	45.8	0.77
11. Other Funding	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Total Long Term Funding	3,115.8	2,474.9	34.59	2,609.7	36.75	2,739.3	42.74	3,078.5	51.91
13. Derivatives	1,278.0	1,015.1	14.19	919.2	12.94	586.8	9.16	432.0	7.28
14. Trading Liabilities	267.3	212.3	2.97	163.9	2.31	25.2	0.39	20.9	0.35
15. Total Funding	8,929.7	7,092.9	99.12	7,039.9	99.12	6,335.2	98.86	5,860.1	98.81
E. Non-Interest Bearing Liabilities									
1. Fair Value Portion of Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
2. Credit impairment reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Reserves for Pensions and Other	0.1	0.1	0.00	0.1	0.00	0.1	0.00	0.2	0.00
4. Current Tax Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
5. Deferred Tax Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
6. Other Deferred Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Insurance Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
9. Other Liabilities	4.9	3.9	0.05	4.5	0.06	6.2	0.10	6.0	0.10
10. Total Liabilities	8,934.8	7,096.9	99.18	7,044.5	99.19	6,341.5	98.95	5,866.3	98.92
F. Hybrid Capital									
1. Pref. Shares and Hybrid Capital accounted for as Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
2. Pref. Shares and Hybrid Capital accounted for as Equity	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
G. Equity									
1. Common Equity	122.6	97.4	1.36	97.2	1.37	85.0	1.33	73.3	1.24
2. Non-controlling Interest	0.0	0.0	0.00	n.a.	-	0.0	0.00	n.a.	-
3. Securities Revaluation Reserves	(48.3)	(38.4)	(0.54)	(39.6)	(0.56)	(18.0)	(0.28)	(9.0)	(0.15)
4. Foreign Exchange Revaluation Reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Fixed Asset Revaluations and Other Accumulated OCI	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
6. Total Equity	74.3	59.0	0.82	57.6	0.81	67.0	1.05	64.3	1.08
7. Total Liabilities and Equity	9,009.1	7,155.9	100.00	7,102.1	100.00	6,408.5	100.00	5,930.6	100.00
8. Memo: Fitch Core Capital	54.8	43.5	0.61	41.6	0.59	67.0	1.05	64.3	1.08

Exchange rate

USD1 = EUR0.7943

USD1 = EUR0.7729 USD1 = EUR0.7484 USD1 = EUR0.69416

NORD/LB COVERED FINANCE BANK S.A.

Summary Analytics

	30 Jun 2012 6 Months - Interim	31 Dec 2011 Year End	31 Dec 2010 Year End	31 Dec 2009 Year End
A. Interest Ratios				
1. Interest Income on Loans/ Average Gross Loans	n.a.	7.04	6.30	8.50
2. Interest Expense on Customer Deposits/ Average Customer Deposits	n.a.	n.a.	n.a.	n.a.
3. Interest Income/ Average Earning Assets	5.75	6.40	6.14	6.36
4. Interest Expense/ Average Interest-bearing Liabilities	5.73	6.35	6.06	6.26
5. Net Interest Income/ Average Earning Assets	0.05	0.10	0.14	0.15
6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets	0.05	0.10	0.12	0.14
7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Asset	0.05	0.10	0.14	0.15
B. Other Operating Profitability Ratios				
1. Non-Interest Income/ Gross Revenues	45.71	1,750.00	(10.26)	(8.75)
2. Non-Interest Expense/ Gross Revenues	88.57	(1,975.00)	65.38	63.75
3. Non-Interest Expense/ Average Assets	0.09	0.12	0.08	0.09
4. Pre-impairment Op. Profit/ Average Equity	1.38	(13.11)	4.45	5.51
5. Pre-impairment Op. Profit/ Average Total Assets	0.01	(0.13)	0.04	0.05
6. Loans and securities impairment charges/ Pre-impairment Op. Profit	25.00	(1.20)	37.04	10.34
7. Operating Profit/ Average Equity	1.03	(13.27)	2.80	4.94
8. Operating Profit/ Average Total Assets	0.01	(0.13)	0.03	0.04
9. Taxes/ Pre-tax Profit	33.33	(5.13)	(7.46)	20.00
10. Pre-Impairment Operating Profit / Risk Weighted Assets	0.09	n.a.	n.a.	n.a.
11. Operating Profit / Risk Weighted Assets	0.07	n.a.	n.a.	n.a.
C. Other Profitability Ratios				
1. Net Income/ Average Total Equity	0.69	6.48	11.86	12.17
2. Net Income/ Average Total Assets	0.01	0.06	0.11	0.11
3. Fitch Comprehensive Income/ Average Total Equity	0.69	(27.49)	(2.97)	36.88
4. Fitch Comprehensive Income/ Average Total Assets	0.01	(0.27)	(0.03)	0.33
5. Net Income/ Av. Total Assets plus Av. Managed Securitized Assets	n.a.	n.a.	n.a.	n.a.
6. Net Income/ Risk Weighted Assets	0.04	n.a.	n.a.	n.a.
7. Fitch Comprehensive Income/ Risk Weighted Assets	0.04	n.a.	n.a.	n.a.
D. Capitalization				
1. Fitch Core Capital/Weighted Risks	4.71	n.a.	n.a.	n.a.
3. Tangible Common Equity/ Tangible Assets	0.61	0.59	1.05	1.08
4. Tier 1 Regulatory Capital Ratio	10.52	10.17	8.63	7.40
5. Total Regulatory Capital Ratio	13.97	13.55	12.84	12.40
6. Core Tier 1 Regulatory Capital Ratio	n.a.	n.a.	n.a.	n.a.
7. Equity/ Total Assets	0.82	0.81	1.05	1.08
8. Cash Dividends Paid & Declared/ Net Income	n.a.	n.a.	n.a.	n.a.
9. Cash Dividend Paid & Declared/ Fitch Comprehensive Income	n.a.	n.a.	n.a.	n.a.
10. Cash Dividends & Share Repurchase/Net Income	n.a.	n.a.	n.a.	n.a.
11. Net Income - Cash Dividends/ Total Equity	0.68	7.12	10.75	9.95
E. Loan Quality				
1. Growth of Total Assets	0.76	10.82	8.06	(4.31)
2. Growth of Gross Loans	2.36	(4.37)	(4.13)	14.85
3. Impaired Loans(NPLs)/ Gross Loans	n.a.	n.a.	n.a.	n.a.
4. Reserves for Impaired Loans/ Gross loans	0.05	0.04	0.26	0.12
5. Reserves for Impaired Loans/ Impaired Loans	n.a.	n.a.	n.a.	n.a.
6. Impaired Loans less Reserves for Imp Loans/ Equity	n.a.	n.a.	n.a.	n.a.
7. Loan Impairment Charges/ Average Gross Loans	0.03	0.01	0.11	0.04
8. Net Charge-offs/ Average Gross Loans	n.a.	n.a.	n.a.	n.a.
9. Impaired Loans + Foreclosed Assets/ Gross Loans + Foreclosed Asse	n.a.	n.a.	n.a.	n.a.
F. Funding				
1. Loans/ Customer Deposits	113.93	140.04	189.70	232.89
2. Interbank Assets/ Interbank Liabilities	56.35	50.88	43.55	58.38
3. Customer Deposits/ Total Funding excl Derivatives	11.61	9.16	7.53	6.78

NORD/LB COVERED FINANCE BANK S.A.

Reference Data

	30 Jun 2012			31 Dec 2011		31 Dec 2010		31 Dec 2009	
	6 Months - Interim USDm	6 Months - Interim EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets
A. Off-Balance Sheet Items									
1. Managed Securitized Assets Reported Off-Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other off-balance sheet exposure to securitizations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Guarantees	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Acceptances and documentary credits reported off-balance sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Committed Credit Lines	198.0	157.3	2.20	107.5	1.52	6.6	0.10	0.1	0.00
6. Other Contingent Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Total Business Volume	9,207.1	7,313.2	102.42	7,209.6	101.75	6,415.1	100.24	5,930.7	100.06
8. Memo: Total Weighted Risks	1,162.2	923.1	12.93	n.a.	-	902.0	14.09	908.0	15.32
9. Fitch Adjustments to Weighted Risks.	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Fitch Adjusted Weighted Risks	1,162.2	923.1	12.93	n.a.	-	902.0	14.09	908.0	15.32
B. Average Balance Sheet									
Average Loans	1,000.6	794.8	11.13	814.4	11.49	883.5	13.81	783.3	13.22
Average Earning Assets	8,955.1	7,113.0	99.62	6,533.3	92.21	6,366.3	99.48	5,954.1	100.46
Average Assets	8,975.2	7,129.0	99.84	6,544.6	92.36	6,373.9	99.60	5,963.0	100.61
Average Managed Securitized Assets (OBS)	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Average Interest-Bearing Liabilities	8,896.4	7,066.4	98.97	6,475.9	91.40	6,306.6	98.55	5,904.9	99.63
Average Common equity	122.5	97.3	1.36	89.1	1.26	76.5	1.20	60.8	1.03
Average Equity	73.4	58.3	0.82	63.3	0.89	60.7	0.95	52.6	0.89
Average Customer Deposits	797.3	633.3	8.87	479.1	6.76	414.5	6.48	262.9	4.44
C. Maturities									
Asset Maturities:									
Loans & Advances < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans & Advances 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans and Advances 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans & Advances > 5 years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Liability Maturities:									
Retail Deposits < 3 months	n.a.	n.a.	-	0.1	0.00	0.0	0.00	0.0	0.00
Retail Deposits 3 - 12 Months	n.a.	n.a.	-	0.0	0.00	0.0	0.00	0.0	0.00
Retail Deposits 1 - 5 Years	n.a.	n.a.	-	37.2	0.53	25.5	0.40	0.0	0.00
Retail Deposits > 5 Years	n.a.	n.a.	-	523.6	7.39	407.4	6.37	367.9	6.21
Other Deposits < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank < 3 Months	n.a.	n.a.	-	982.7	13.87	1,444.8	22.58	1,308.4	22.08
Interbank 3 - 12 Months	n.a.	n.a.	-	787.3	11.11	322.9	5.05	230.4	3.89
Interbank 1 - 5 Years	n.a.	n.a.	-	327.4	4.62	179.1	2.80	190.5	3.21
Interbank > 5 Years	n.a.	n.a.	-	688.8	9.72	604.2	9.44	231.5	3.91
Senior Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Senior Debt on Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Fair Value Portion of Senior Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Covered Bonds	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 1 - 5 Year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Subordinated Debt on Balance Sheet	41.3	32.8	0.46	30.9	0.44	38.0	0.59	45.8	0.77
Fair Value Portion of Subordinated Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
D. Equity Reconciliation									
1. Equity	74.3	59.0	0.83	57.6	0.81	67.0	1.05	64.3	1.08
2. Add: Pref. Shares and Hybrid Capital accounted for as Equity	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
3. Add: Other Adjustments	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
4. Published Equity	74.3	59.0	0.83	57.6	0.81	67.0	1.05	64.3	1.08
E. Fitch Eligible Capital Reconciliation									
1. Total Equity as reported (including non-controlling interests)	74.3	59.0	0.83	57.6	0.81	67.0	1.05	64.3	1.08
2. Fair value effect incl in own debt/borrowings at fv on the B/S- CC only	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Non-loss-absorbing non-controlling interests	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
4. Goodwill	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
5. Other intangibles	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
6. Deferred tax assets deduction	19.5	15.5	0.22	16.0	0.23	0.0	0.00	0.0	0.00
7. Net asset value of insurance subsidiaries	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
8. First loss tranches of off-balance sheet securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
9. Fitch Core Capital	54.8	43.5	0.61	41.6	0.59	67.0	1.05	64.3	1.08

Exchange Rate

USD1 = EUR0.7943

USD1 = EUR0.7729 USD1 = EUR0.7484 USD1 = EUR0.69416

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