



Quarterly Report - Q1 2011

• Bredgade in Skjern



• Headoffice in Skjern

Stock Exchange Announcement. no 12/2011 - 12th of May 2011

A reasonable start to 2011

- Profit or loss of DKK 0.5 million pre-tax
- Value adjustments of DKK -3.7 million.
- Write-downs of DKK 10.5 million against DKK 18.1 million in 2010.
- Deposits and loans at same level as 31 December 2010.
- Solvency ratio and core capital ratio at 16.0% and 11.1% respectively.
- The individual capital adequacy is determined at 10.3%.
- Unaltered expectations for the year of DKK 80 – 95 million in EBIT before write-downs and value adjustments.
- Loss of DKK 6.0 million incurred due to the bankruptcy of Amagerbanken is recognised in the 2010 annual report.

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5 years in summary

1,000 DKK	2011	2010	2009	2008	2007	1.1- 31.12 2010
Profit and loss account						
Net income from interest	38,630	40,966	39,583	36,556	32,168	158,120
Div. on shares and other holdings	135	57	110	500	401	2,053
Charges and commissions (net)	11,754	11,087	10,894	12,311	12,173	48,654
Net inc. from int. and charges	50,519	52,110	50,587	49,367	44,742	208,827
Value adjustments	-3,668	12,772	-3,362	-1,126	12,785	21,835
Other ordinary income	151	206	387	498	193	1,199
Staff costs and administrative expenses	34,961	32,984	30,892	32,979	27,111	131,655
Depreciation of intangible and tangible assets	1,050	1,080	1,155	1,320	3,265	2,535
Other operating expenses	0	4,431	4,635	0	0	19,286
Operating expenses	0	2	3	0	0	6,000*)
Guarantee commission first guarantee scheme	0	4,429	4,632	0	0	13,286
Write-downs on loans etc. (net)	10,471	18,111	26,238	3,763	-961	73,085
Write-downs on loans and outstanding accounts etc.	10,471	18,111	22,742	3,763	-961	62,831
Write-downs regarding first guarantee scheme	0	0	3,496	0	0	10,254
Profit on holding in associated and affiliated companies .	0	0	0	295	-146	-1,117
Operating profit	520	8,482	-15,308	10,972	28,159	4,183
Taxes	130	2,120	-3,727	2,743	7,210	982
Profit for the period	390	6,362	-11,581	8,229	20,949	3,201

*) Contributions to the Guarantee Fund for Deposits and Investors in connection with the bankruptcy of Amagerbanken.

Balance sheet as per 31. march

summary

Total assets	5,271,458	5,456,286	5,857,792	5,360,537	4,467,484	5,496,049
Loans and other debtors	3,555,281	3,661,704	3,624,829	3,857,185	3,331,809	3,623,212
Guarantees etc.	427,606	534,057	1,065,446	1,775,781	1,423,014	465,178
Bonds	863,253	751,393	391,595	251,349	243,735	843,058
Shares etc.	184,640	187,412	177,251	210,789	218,519	185,014
Deposits	3,503,306	3,636,909	3,297,692	2,620,683	2,299,782	3,569,671
Subordinated cap. investments	356,789	355,852	195,000	220,000	120,000	356,546
Capital funds	379,055	379,121	455,708	526,719	513,651	380,421
Dividends						0
Capital Base	610,543	620,238	554,917	684,801	546,155	612,597
Total weighted items	3,807,993	3,869,481	4,158,484	5,322,628	4,679,216	3,803,097

Core earnings

Core income	51,275	54,224	51,510	49,221	45,054	212,800
Costs etc.	-32,439	-34,064	-32,047	-34,299	-28,376	-128,422
Core earnings before write-downs, value adjustments and Governmental Guarantee Scheme I	18,836	20,160	19,463	14,922	16,678	84,378
Guarantee commission for the state *)	-3,572	-	-	-	-	-4,033
Total core earnings	15,264	20,160	19,463	14,922	16,678	80,345

*) Commission of 0.95% of issued government-guaranteed bonds.

Financial ratios - 1st quarter

(figures in pct.)	2011	2010	2009	2008	2007
Solvency ratio	16.0	16.0	13.3	12.9	11.7
Core capital ratio	11.1	10.8	10.9	10.6	12.0
Return on own funds before tax	0.1	2.3	-3.3	2.1	6.7
Return on own funds after tax	0.1	1.7	-2.5	1.6	5.0
Earning/expense ratio in DKK	1.01	1.15	0.76	1.29	1.96
Interest rate risk	0.8	1.6	0.5	1.0	0.8
Foreign currency position	0.8	0.8	2.9	12.9	22.5
Foreign currency risk	0.0	0.0	0.0	0.1	0.1
Advances against deposits	109.6	136.5	115.1	150.5	147.9
Statutory liquidity surplus	157.5	194.9	221.4	92.5	63.1
Total large commitments	49.5	86.3	112.9	99.2	147.7
Accumulated impairment ratio	6.8	6.7	3.6	1.5	1.5
Impairment ratio for the period	0.2	0.4	0.5	0.1	0.0
Increase in loans etc. for the period	-1.9	-0.4	-3.9	-1.6	5.8
Ratio between loans etc. and capital funds	9.4	9.7	8.0	7.3	6.5
(value per share 100 DKK)					
Earnings per share (result period)	1.7	28.2	-56.0	38.4	111.4
Book value per share	1,791	1,848	2,179	2,335	2,277
Market value/earning per share	76.5	5.3	-10.0	64.7	39.5
Market value/book value	0.38	0.41	0.26	0.94	1.93

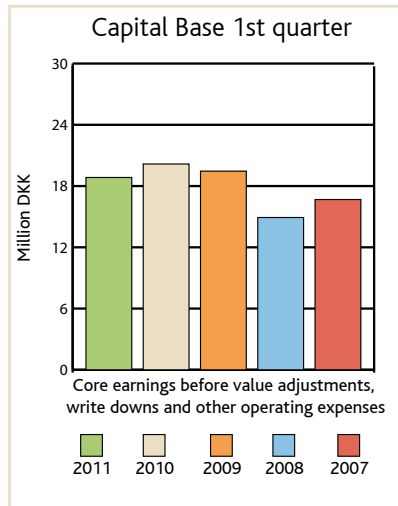
Management's review

Skjern Bank has had a reasonable start to 2011.

The total operating profit for the first quarter of 2011 amounts to DKK 0.5 million pre-tax. The first quarter has been impacted by negative value adjustments as well as a continued need for write-downs, yet the need for write-downs is estimated to be declining subsequent to the very high need for write-downs over the past two years. Furthermore, the bank is negatively impacted by the significant surplus liquidity, which has involved increased interest rate costs et cetera compared to the same quarter last year. In spring 2010, the bank made a strategic decision to take up a very substantial amount of liquidity in the shape of the Governmental Guarantee Scheme. This has proven to be very cost consuming. Since the bank's general liquidity is very stable, part of the excess loan-based liquidity will be redeemed successively.

The management of the bank considers the profit or loss to be fairly acceptable.

The operating profit or loss is shown below:



Since the turn of the year, the bank's business volume has decreased slightly to DKK 6.7 billion, due to a small decrease in deposits and loans of approximately 3%.

Large exposures

The sum of "large exposures," which, according to the lawful definition, are exposures of at least 10% of the capital base, amounts to 49.5% by the end of

the first quarter of 2011 against 86.3% in the first quarter of 2010. The sum of 49.5% consists of four exposures, which, in size, all are placed in the interval of 10-15% of the capital base. One of the exposures relates to the co-operation with DLR Kredit A/S and the three other exposures are in the industries "Building and construction activities", "Trade" and "Finance and insurance". The three other large exposures are all characterised by a robust capital situation and positive earnings.

Interest and fee income

Net interest receivables have decreased by 5.7% to DKK 38.6 million.

Interest income is increasing slightly from DKK 63.2 million in the first quarter of 2010 to DKK 63.8 million in 2011. This is caused by a combination of an interest rate increase by the end of 2010, and the fact that reduced loans and a continued significant share of the bank's loans, etc. has minimized or halted the calculation of interest.

The bank's loan and guarantee debtors distributed on segments constitute:

	31/3-11	31/12-10	31/12-09
Public authorities	1.3 %	1.4 %	2.1 %
Agriculture, hunting, forestry and fishing			
Plant production	1.8 %	2.0 %	2.7 %
Cattle farming	6.7 %	6.7 %	6.3 %
Pig farming	3.7 %	3.5 %	3.4 %
Mink production	1.0 %	1.4 %	1.6 %
Other agriculture	1.3 %	1.0 %	1.1 %
Manufacturing and extraction of raw materials	3.5 %	3.4 %	4.3 %
Energy supply	1.9 %	1.8 %	0.0 %
Constructions	4.8 %	4.5 %	3.7 %
Trade	7.9 %	8.2 %	8.7 %
Transport, hotels and restaurants	0.9 %	0.9 %	0.8 %
Information and communication	0.3 %	0.3 %	0.0 %
Finance and insurance	9.3 %	8.5 %	7.4 %
Real-estate	21.7 %	22.2 %	23.0 %
Other industries	4.6 %	4.0 %	3.7 %
Private persons	29.3 %	30.2 %	31.2 %

From the above sectoral distribution represents alternative energy 5,9%.



King Hans Bridge by Skjern Å

Interest costs have increased by 13%, amounting to DKK 25.1 million, which primarily is caused by costs regarding the bank's excess liquidity and the fact that funding costs have increased compared to the same quarter last year. That increase is among other things caused by the fact that part of the bank's funding is backed by a state guarantee on which a provision of 0.95% is paid as of 1 October 2010. Overall, the bank's interest margin increased in the first quarter versus the same quarter in 2010.

Commissions and fees

Income from commissions and fees has increased by 6% amounting to DKK 13.4 million. The increase has been achieved despite reduced guarantee commissions.

The transaction-based income from securities trading is increased by DKK 0.9 million to DKK 4.6 million. Income from loans, procurement of mortgage loans and other fees have increased to DKK 3.7 million, which is caused by an increased level of activity and continuous focus on product profitability.

Net interest and fee income amounts to DKK 50.5 million.

Costs

Skjern Bank's staff and administration costs etc. amount to DKK 35.0 million against DKK 33.0 million in the first quarter of 2010.

The bank continues to focus on costs and expectations for the whole year are at a level of costs equal to 2010.

Negative value adjustments

Market value adjustment of securities and foreign exchange income etc. shows a capital and exchange loss of DKK 3.7

million against a capital and exchange gain of DKK 12.8 million during the same period of 2010.

The value adjustments in the first quarter of the year are heavily influenced by the expectations of an increase in the market interest rate, and as a consequence hereof, a price decline on the bond market has been recorded. A significant share of the bank's excess liquidity is placed in bonds, which has led to negative value adjustments on bonds of DKK 4.6 million.

Effective from the first quarter of 2011, the bank has expanded its accounting policies so that bonds, which are held-to-maturity, are measured at amortised cost. That means that the difference between the price of purchase and the redemption price of the bond is recognised as revenue over its current maturity. This difference as well as the ongoing addition of interest is recognised in the profit and loss account. Thus, market fluctuations impacting the price of these bonds are not recognised in the value adjustments item.

By the end of this quarter, the partial restructuring to "held-to-maturity" accounted for bonds amounting to a value of DKK 99.0 million of the banks total holdings of DKK 863.0 million. To begin with, bonds amounting to a value of DKK 500.0 million will be restructured to this accounting principle.

The banks stockholdings have contributed with a positive yield of DKK 0.4 million in the first quarter of 2011. Furthermore, income of DKK 0.5 million has been obtained from foreign exchange income and derivative financial instruments.





Ribe city

Write-downs

Write-downs on loans etc. amount to DKK 10.5 million in the first quarter of 2011 against DKK 18.1 million during the same period last year. Losses in the first quarter of 2011 amounted to DKK 2.7 million of which only an insignificant share has not previously been written down.

Write-downs on loans etc. is equivalent to 0.2% of the total loans and guarantees, which is still too much, though a decrease compared to the most recent financial year.

The write-downs are divided between a broad spectrum of the bank's customer relations, and commitments to private as well as business customers in a number of different sectors are part of it. The write-downs are primarily on customer commitments in the local area of the bank.

Profit or loss

The total pre-tax profit or loss amounts to DKK 0.5 million against DKK 8.5 million in 2010. After tax, the net result for the period amounts to DKK 0.4 million.

The net result is significantly affected by write-downs of DKK 10.5 million and negative value adjustments of DKK 3.7 million.

The bank's management considers the profit or loss to be acceptable.

Capital adequacy requirements

Equity has been determined at DKK 379.1 million against DKK 380.4 million at the turn of the year.

After the addition of subordinated debt of DKK 356.8 million and adjustments for other deductions, the bank's capital base was DKK 611 million at the end of the quarter.

The solvency ratio has been measured to be 16% against 16.1% at the turn of the year, while the core capital ratio is

measured at 11.1% against 11.2% in 2010. The necessary capital equivalent of the individual capital adequacy is determined at 10.3%.

Thus the bank has a solid capital foundation with a substantial excess capital adequacy in relation to the necessary capital.

Deposits and liquidity

The bank's deposit coverage constitutes almost 80% and is as expected.

Sheer customer deposits amount to DKK 2,759 million. The key figures on page 3 in this announcement show deposits of DKK 3,503 million which includes other debt of DKK 744 million. Of the total deposits, DKK 2.2 billion is covered by the Guarantee Fund for Depositors and Investors. The deposits are considered to be stable, given that the bank has chosen not to take part in the market for transient time deposits from non-base customers.

In the fall of 2010, Skjern Bank decided to reduce its cash resources to a lower, though still responsible and plentiful, level. The excess liquidity coverage has since the end of the third quarter 2010 been reduced from 227% to a continuously robust excess coverage of 158% in the first quarter of 2011. The reduction has been executed by a discharge of state guaranteed funding of DKK 250.0 million.

The Skjern Bank share

At the end of the quarter, the bank was owned by 14,700 shareholders, which is an increase of 600 compared to the end of the first quarter of 2010.

Annual general meeting and annual meetings

In connection with the annual general meeting and the following two annual meetings in the bank's market areas, we have been in contact with approximately 2,000 customers and shareholders. It is very gratifying that so many have shown a special interest in the bank.



Annual Meeting 2011 in Skjern



New offices in Kongensgade in Esbjerg

Consolidated accounts

Skjern Bank owns the total share capital of Knud Eskildsens Ejendomme A/S, whose only activity is to own a city property in Esbjerg. The property was originally intended to be used for building new offices for the Esbjerg branch, but since the bank has found it more economical to rent new offices, the city property of Knud Eskildsens Ejendomme A/S is expected to be sold. The shares are acquired at DKK 6.7 million, which is measured according to the equity method.

No consolidated accounts have been prepared since the business of the subsidiary, both in terms of balance and activity, compared to the bank's, is insignificant.

New offices for the Esbjerg branch

At the end of the quarter, it has been decided at the bank's branch in Esbjerg will move to new offices on the best location in town. The bank has entered into a lease in Kongensgade, where the department's 28 employees will be lo-

cated at ground level with optimum conditions for the customers including good parking facilities. The offices must undergo extensive renovations, as a result moving in is expected to happen by the end of the third quarter 2011.

This move means that all of the bank's branches have nice and contemporary facilities, thus fulfilling the bank's objective in that area.

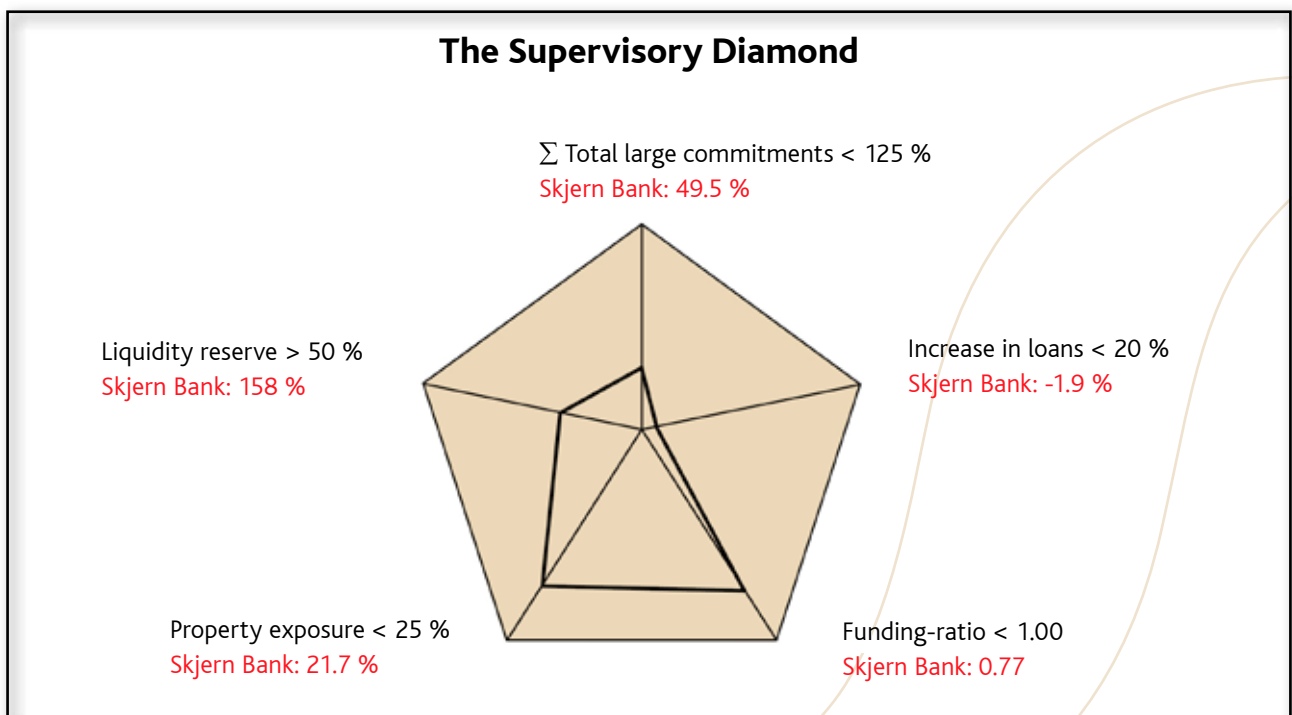
Expectations

The bank's earnings expectations for 2011 are maintained with core earnings in the range of DKK 80 – 95 million.

"The Supervisory Diamond"

The Danish FSA has introduced the so-called supervisory diamond, effective from 2010, which outlines five important indicators for financial institutions with a heightened risk profile.

The figure below demonstrates the five indicators, established by the Danish FSA and shows Skjern Bank's ranking within each area as of 31 March 2011.





Water tower in Esbjerg

Skjern Bank complies with all the limit values as of 31 March 2011.

Transactions with related parties

During the first quarter of the year there have been no major transactions between Skjern Bank and the bank's related parties.

Losses incurred due to Amagerbankens bankruptcy

Skjern Bank's expected loss due to the bankruptcy of Amagerbanken, is described in the management's review of the 2010 Annual Report in the section "Events occurred after December 31 2010", but the loss is not recognised in the 2010 annual accounts. Skjern Bank has now revised the accounts regarding the loss incurred in connection with Amagerbanken's bankruptcy and deems the collapse of Amagerbanken to be a regulating event occurred after the balance sheet date, which requires recognition in the 2010 annual accounts.

With reference to stock exchange notification no. 1/7 February 2011, Skjern Bank's latest established share of the industry's indemnity towards the Guarantee Fund for Depositors and Investors amounts to 0.23%. The expected loss of the financial sector in connection with the bankruptcy of Amagerbanken and others is established to be approximately DKK 2.6 billion and Skjern Bank's share is calculated to be DKK 6.0 million.

After recognising the cost of DKK 6.0 million, the profit or loss for 2010 amounts to DKK 4,183,000 pre-tax and DKK 3,201,000 after tax in the adjusted annual accounts for 2010. Equity has been adjusted from DKK 384,921,000 to DKK 380,421,000.

The comparative figures from the 2010 annual report have been adjusted, including profit and loss account, balance sheet, equity, notes and key figures.

Accounting policies

The quarterly report has been prepared in accordance with the Danish Financial Business Act, including the Danish FSA's executive order on the financial statements of credit institutions and investment companies etc. as well as additional Danish requirements regarding interim reports presented by listed companies.

The accounting policies remain unchanged compared with the 2010 annual report.

The quarterly report has not been audited or reviewed.

Events occurring after 31 March 2011

No events have occurred after the balance sheet day, which are of importance to the assessment of the net profit or loss for the period.

This document has been translated from Danish. The Danish text shall govern for all purposes and prevail in case of discrepancy with the English version.





• Welcome in Skjern Bank, Esbjerg

Financial calendar

- 18th August: Announcement of interim report 2011
- 3rd November: Announcement of Quarterly Report after third quarter 2011

Yours sincerely,
Skjern Bank

Carsten Thygesen
Chairman of the Board of Directors

Per Munk
Director



• Ribe downtown

Statement by the board of directors and executive board

We have today considered and approved the first quarter report for the period 1 January – 30 March 2011 for Skjern Bank A/S.

The report has been prepared in accordance with the Danish Financial Business Act, including the executive order on the financial reports of credit institutions and investment companies etc., and additional

Danish disclosure requirements regarding interim financial reports for listed banks.

We consider the accounting policies selected to be suitable so that the first quarter report presents a true and fair view of the bank's assets, liabilities and financial position, as well as the interim profit or loss.

We consider the management's review to contain a fair review of the development of the bank's activities and financial conditions together with a description of the most significant risks and elements of uncertainty, which may affect the company.

Skjern, 12 May 2011

Skjern Bank A/S

Per Munck
Director

The board of directors

Carsten Thygesen
Chairman

Finn Erik Kristiansen

Jens Christian Ostersen
Deputy Chairman

Lars Skov Hansen

Jens Okholm

Metha Thomsen

Profit and loss account 1st January - 31st March

1,000 DKK	2011	2010	1.1- 31.12 2010
Interest receivable	63,765	63,208	256,456
Interest payable	25,135	22,242	98,336
Net income from interest	38,630	40,966	158,120
Dividend on shares and other holdings	135	57	2,053
Charges and commissions receivable	13,410	12,620	54,986
Charges and commissions payable	1,656	1,533	6,332
Net income from interest and charges	50,519	52,110	208,827
Value adjustments	-3,668	12,772	21,835
Other ordinary income	151	206	1,199
Staff costs and administrative expenses	34,961	32,984	131,655
Depreciation of intangible and tangible assets	1,050	1,080	2,535
Other operating expenses	0	4,431	19,286
Operating expenses	0	2	6,000
Guarantee commission first guarantee scheme	0	4,429	13,286
Write-downs	10,471	18,111	73,085
Write-downs on loans and outstanding accounts etc.	10,471	18,111	62,831
Write-downs regarding first guarantee scheme	0	0	10,254
Profit on holdings in associated and affiliated companies	0	0	-1,117
Profit on ordinary activities before tax	520	8,482	4,183
Tax	130	2,120	982
Profit for the financial year	390	6,362	3,201



Balance by 31st March

1,000 DKK	2011	2010	1.1- 31.12 2010
Assets			
Cash in hand and claims at call on central banks	204,545	180,511	179,374
Claims on credit institutions and central banks	230,314	434,906	435,179
Loans and advances at amortized cost price	3,555,281	3,661,704	3,623,212
Bonds at market value	763,880	751,393	843,058
Bonds at amortized cost	99,373	0	0
Shares etc.	184,640	187,412	185,014
Holdings in associated enterprises	5,934	6,807	5,934
Holdings in group enterprises	6,745	0	6,745
Land and buildings (total)	69,662	69,550	69,987
Investments properties	9,361	9,422	9,361
Domicile properties	60,301	60,128	60,626
Other tangible assets	4,725	6,573	4,959
Actual tax assets	0	5,443	0
Deferred tax assets	50,940	51,183	51,070
Other assets	94,049	99,260	89,967
Prepayments and accrued income	1,370	1,544	1,550
Total assets	5,271,458	5,456,286	5,496,049

Balance by 31st March (continued)

1,000 DKK	2011	2010	1.1- 31.12 2010
Liabilities			
Debt			
Debt to credit institutions	158,863	389,674	274,734
Deposits and other debts	3,503,306	3,636,909	3,569,671
Deposit	2,759,027	2,894,525	2,825,796
Other debts	744,279	742,384	743,875
Bonds issued at amortised cost	775,668	555,479	775,544
Other liabilities	85,003	124,451	132,767
Accruals and deferred income	879	1,053	366
Total debt	4,523,719	4,707,566	4,753,082
Provisions for commitments			
Provisions for loss on guarantees	11,895	13,747	6,000
Total provisions for commitments	11,895	13,747	6,000
Subordinated capital investments			
Subordinated loan capital	222,204	221,516	222,023
Hybrid core capital	134,585	134,336	134,523
Subordinated capital investments total	356,789	355,852	356,546
Capital funds			
Share capital	22,560	22,560	22,560
Revaluation reserves	417	417	417
Retained earnings	356,078	356,144	357,444
Total capital funds	379,055	379,121	380,421
Total liabilities	5,271,458	5,456,286	5,496,049

Off-balance-sheet items

1,000 DKK	2011	2010	1.1- 31.12 2010
Guarantees			
Guarantees			
Finance guarantees	3,115	2,900	3,265
Guarantees against losses on mortgage credit loans	107,809	17,706	15,501
Registration and conversion guarantees	79,659	289,840	78,213
Other guarantees	237,023	223,611	368,199
Total guarantees	427,606	534,057	465,178
Other contingent liabilities			
Irrevocable credit-undertakings	57,411	66,725	62,975
Total other contingent liabilities	57,411	66,725	62,975

Information on changes in equity 31st March

1,000 DKK	2011	2010	1.1- 31.12 2010
Share capital beginning-of-year	22,560	22,560	22,560
Share capital end-of-year	22,560	22,560	22,560
Revaluation reserves beginning of-year	417	417	417
Other movements	0	0	0
Revaluation reserves end-of-year	417	417	417
Retained earnings beginning-of-year	357,444	350,411	350,411
Profit or loss	390	6,362	3,201
Sale of own funds	1,831	3,215	17,940
Other increase	0	0	0
Purchase of own funds	-3,587	-3,843	-12,689
Distributed dividend	0	0	0
Taxation concerning own shares	0	0	-1,419
Retained earnings end-of-year	356,078	356,144	357,444
Total equity	379,055	379,121	380,421

Notes per 31st March

1,000 DKK	2011	2010	1.1- 31.12 2010
Interest receivable			
Claims on credit institutions and central banks	885	927	4,982
Loans and other debtors etc.	56,585	56,859	224,680
Bonds	5,184	3,265	21,649
Total other financial instruments of which	1,116	2,157	5,145
Foreign exchange contracts	670	2,148	4,310
Interest-rate contracts	446	-261	834
Other interest income	-5	0	0
Total interest receivable	63,765	63,208	256,456
Of which income from genuine purchase and resale transactions included	0	0	0
Interest payable			
Credit institutions and central banks	400	1,399	3,225
Deposits	14,072	11,772	52,167
Bonds issued	4,812	3,034	19,625
Subordinated capital investments	5,851	6,037	23,319
Other interest expenses	0	0	0
Total interest payable	25,135	22,242	98,336
Of which income from genuine sale and repurchase transactions included	0	0	0
Charges and commissions receivable			
Securities trading and custodies	4,600	3,736	17,767
Payment management	1,294	967	4,869
Charges from loan applications	3,760	3,563	19,192
Commissions on guarantees	1,345	1,837	6,669
Other charges and commissions	2,411	2,517	6,489
Total charges and commissions receivable	13,410	12,620	54,986
Value adjustments			
Bonds	-4,589	5,461	6,867
Total shares	425	5,205	11,940
Shares in sector companies etc.	568	175	3,709
Other shares	-143	5,030	8,231
Foreign currency	605	1,909	2,775
Other financial instruments	-109	197	253
Total value adjustments	-3,668	12,772	21,835

Notes (continued)

1,000 DKK	2011	2010	1.1- 31.12 2010
Staff costs and administrative expenses			
Salaries and remuneration of board of dir., managers etc.			
Board of managers	618	618	2,830
Board of directors	172	146	660
Audit Committee	0	0	90
Board of representatives.....	0	0	183
Total salaries and remunerations of board etc.	790	764	3,763
Staff costs			
Wages and salaries	16,427	15,767	62,730
Pensions	1,817	1,724	7,075
Social security costs	134	61	626
Payroll tax	1,935	1,628	6,584
Total staff costs	20,313	19,180	77,015
Other administrative expenses	13,858	13,040	50,877
Total staff costs and administrative expenses	34,961	32,984	131,655
Number of employees			
Average number of employees	139	139	141



Notes (continued)


1,000 DKK	2011	2010	1.1 31.12 2010
Write-downs on loans and receivables			
Write-downs and provisions during the year	18,688	38,189	127,459
Reversal of write-downs made in previous years	-5,136	-18,220	-61,027
Finally lost, not previously written down	323	3	14,922
Interests on the written-down part of loans	-1,800	-1,800	-7,200
Recoveries of previously written-down debt	-1,604	-61	-1,069
Individual write-downs on loans etc.	10,471	18,111	73,085
Profit on holdings in associated and group companies			
Profit on holdings in associated companies	0	0	-873
Profit on holdings in group companies	0	0	-244
Total profit on holdings in associated and group companies	0	0	-1,117
Individual write-downs and provisions			
Write-downs as per beginning of the year	264,439	270,154	270,154
Write-downs during the period (net)	19,578	37,450	126,112
Reversal of write-downs made in previous years	-5,139	-18,220	-61,027
Write-downs in previous years, now lost	-2,371	-14,056	-70,800
Individual write-downs total	276,510	275,328	264,439
Group write-downs on and provisions			
Write-downs as per beginning of the year	13,268	11,921	11,921
Write-downs during the period	0	739	1,347
Reversal during the year	-890	0	0
Group write-downs on loans etc.	12,378	12,660	13,268
Write-downs total	288,888	287,988	277,707


Notes (continued)


1,000 DKK	2011	2010	1.1 31.12 2010
Guarantees			
Provisions beginning of the year	6,000	13,746	13,746
Provisions during the year	5,895	0	16,254
Transferred to liabilities.....	0	0	-24,000
Guarantees total	11,895	13,746	6,000
Total loans etc. with suspended calc. of interest	223,887	217,653	226,660
Share capital			
Number of shares at DKK 20 each	1.128.000	1.128.000	1.128.000
Share capital	22.560	22.560	22.560
Own capital shares			
Number of shares (pcs).....	69,729	100,122	57,458
Nominal value hereof.....	1,395	2,002	1,149
Market value hereof	9,065	15,018	9,193
Own shares proportion of share capital (per cent)	6.2%	8.9%	5.1%


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