

Investor Letter

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November 20, 2008

Merger of Sachsen LB Europe plc completed

As announced in our investor letter regarding the Termination of Business of Sachsen LB Europe plc dated August 14, 2008, the merger of Sachsen LB Europe plc (“**SLBE**”) and LBBW Dublin Management GmbH (“**GmbH**”), a wholly owned subsidiary of Landesbank Baden-Württemberg (“**LBBW**”), has become effective.

The holders of securities issued under the MTN Programme set up by SLBE will not be directly affected by the merger. The relevant changes for such holders will be the following:

As a matter of law, GmbH is now the obligor of all securities issued under the MTN Programme of SLBE after the merger became effective. SLBE does not exist any longer.

The statutory guarantee for SLBE’s liabilities, where applicable, remains unaffected by the merger. A legal opinion by Linklaters on this matter has been obtained.

An official “Certificate of Legal Succession” (Rechtsnachfolgebescheinigung) dated November 12, 2008 is attached to this letter.

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In case you have any questions, please do not hesitate to contact LBBW's investor relations team or:

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