

Investor Letter

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Termination of Business of Sachsen LB Europe Plc

In connection with the acquisition of Sachsen LB by LBBW, the support for the Sachsen LB Group was reviewed by the European Commission. In order to address certain conditions of the European Commission, Sachsen LB Europe Plc (SLBE) will be merged into a German GmbH, which is wholly owned by LBBW. The merger is envisaged to take place in October 2008. All remaining assets and liabilities of SLBE will be transferred to the GmbH and SLBE will be removed from The Register of Companies in Ireland.

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.

The official Advertisement, in respect of the proposed merger, which will be published in certain Irish Newspapers, is attached.

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July 1, 2008

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

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