

Investor Letter

Landesbank Baden-Württemberg
Jörg Huber
Head of Funding/Investor Relations
Am Hauptbahnhof 2
70173 Stuttgart
Germany
Telephone +49 711-127-78741
Fax +49 711-127-6678741
investor-relations@LBBW.de

Landesbank Baden-Württemberg
Peter Kammerer
Investor Relations
Am Hauptbahnhof 2
70173 Stuttgart
Germany
Telephone +49 711-127-75270
Fax +49 711-127-6675270
investor-relations@LBBW.de

www.LBBW.de

June 24, 2009

LBBW receives capital increase / State of Baden-Württemberg implements risk shield

The owners paid the anticipated capital increase of 5 billion EUR in full for Landesbank Baden-Württemberg (LBBW). All owners of LBBW participated in this corporate action according to their respective stakes (State of Baden-Württemberg and L-Bank: 40.534%, Savings Banks Association of Baden-Württemberg: 40.534% as well as City of Stuttgart: 18.932%). The unanimous decision of all the owners and its consistent implementation underpin the clear commitment of the owners to LBBW.

Also, the state parliament of Baden-Württemberg approved the risk shield for LBBW. The risk shield from the State of Baden-Württemberg amounts to 12.7 billion EUR. LBBW's securitization portfolio of 15.8 billion EUR is protected by a guarantee in the amount of 6.7 billion EUR. The remaining 6 billion EUR relate to funding made by LBBW in connection with the acquisition of Sachsen LB. The final details of the risk shield will be clarified by the EU Commission.

Page 2

Investor Letter

June 24, 2009

After implementing the capital increase and risk shield, LBBW's Tier I ratio will increase to around 9% and the total capital ratio to around 12%. Therefore LBBW is well prepared for the future.