

# Events after the Reporting Date.

From the restructuring of an exposure in the first quarter the bank expects income in the double-digit million range in 2011.

## Disposals of Equity Investments.

LBBW is in contract negotiations regarding the disposal of its equity investment in DekaBank Deutsche Girozentrale. It is expected that the disposal will be concluded shortly. In addition, the contract to sell the investment in European Energy Exchange AG was already signed in December 2010. As a result of existing obligations to deliver to co-partners and various duties to grant approval, to which the transaction is still subject, completion is expected at the beginning of the second quarter of 2011.

## Market Price Risk Performance.

The reduction, especially in the credit investment portfolio (CIP), and further market stabilization led in the first few months of 2011 to a significant decline in risk for the Group (approx. 20%).

## Current Country Risk Development.

LBBW reacted swiftly to events in the Arab world by altering its business policy. LBBW's exposure in the countries concerned is low and driven by foreign trade funding.

The effects on the global economy of the earthquake and tsunami which struck Japan in the middle of March 2011, causing severe damage, including to nuclear power plants, and leading to a nuclear emergency, cannot yet be estimated. As things stand, significant long-term negative effects for the Group are not expected.