

Profit and Loss Account

of the Landesbank Baden-Württemberg Group,
 Stuttgart, Karlsruhe, Mannheim and Mainz
 for the Period January 1 to December 31, 2010.

	Notes	Jan. 1 - Dec. 31, 2010 EUR million	Jan. 1 - Dec. 31, 2009* EUR million	Change 2010 - 2009 EUR million	Change 2010 - 2009 in %
Interest income	26	15 556	20 989	-5 433	-25.9
Interest expense	26	-13 393	-18 211	4 818	-26.5
Net interest income	26	2 163	2 778	-615	-22.1
Allowance for losses on loans and advances	27	-471	-1 527	1 056	-69.2
Net interest income after allowance for losses on loans and advances		1 692	1 251	441	35.3
Fee and commission income	28	828	964	-136	-14.1
Fee and commission expense	28	-199	-151	-48	31.8
Net fee and commission income*	28	630	814	-184	-22.6
Net income from hedging transactions	29	-36	-14	-22	>100
Net trading income/loss	30	-828	587	-1 415	-
Net income/loss from financial instruments designated at fair value	31	235	175	60	34.3
Net loss from investment securities	32	22	-733	755	-
Net income from investments accounted for using the equity method	33	-58	-123	65	-52.8
Net income from investment property	34	101	81	20	24.7
Administrative expenses	35	-1 764	-1 909	145	-7.6
Other operating income	36	62	-298	360	-
Net loss from profit and loss transfer agreements		0	-1	1	-100.0
Operating profit/loss		56	-170	226	-
Impairment of goodwill	47	0	-519	519	-100.0
Restructuring expenses	37	-67	-368	301	-81.8
Guarantee commission for Baden-Württemberg*		-306	-157	-149	94.9
Consolidated profit before tax		-317	-1 214	897	-73.9
Income tax income (+)/income tax expense (-)	38	-30	-268	238	-88.8
Consolidated profit for the period (+)/loss for the period (-)		-347	-1 482	1 135	-76.6
Share of non-controlling interests after taxes		0	1	-1	-100.0
Loss/profit attributable to shareholders		-347	-1 483	1 136	-76.6
Consolidated profit for the period (+)/loss for the period (-)		-347	-1 482	1 135	-76.6

* See Note 2 for adjusted comparatives.