

# Annual financial statements of Landesbank Baden-Württemberg, Stuttgart, Karlsruhe, Mannheim and Mainz.

As at 31 December 2013.

Landesbank Baden-Württemberg,  
Stuttgart, Karlsruhe, Mannheim  
and Mainz.

Annual financial statements as at  
31 December 2013.

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# Combined Management Report.

The management report of LBBW (Bank) and the group management report were compiled in accordance with section 315,(3) HGB in conjunction with section 298,(3) HGB and published in the 2013 annual report of LBBW.

The annual financial statements and the management report combined with the group management report for the 2013 financial year will be submitted to and published by the operator of the German Federal Gazette (Bundesanzeiger).

The annual financial statements of LBBW (Bank) and the annual report of LBBW are also available online at [www.lbbw.de](http://www.lbbw.de).

# Annual financial statements.

# Balance sheet

as at 31 December 2013.

## Assets.

EUR million	Explanation in the Notes (chapter)	31 Dec. 2013	31 Dec. 2012
<b>Cash and cash equivalents</b>			
a) Cash		135	122
b) Balances with central banks		1,966	2,544
including: with Deutsche Bundesbank	279		1,101
		<b>2,101</b>	<b>2,666</b>
<b>Public sector debt instruments and bills of exchange eligible for refinancing at central banks</b>			
a) Treasury bills and discounted treasury notes, as well as similar public sector debt instruments		52	43
		<b>52</b>	<b>43</b>
<b>Loans and advances to banks</b> 2, 7, 8, 11, 13, 17			
a) Mortgage loans		132	154
b) Public sector loans		32,432	37,750
c) Other receivables		15,848	13,180
of which: payable on demand	2,617		2,597
of which: collateralized by securities	8,407		0
		<b>48,412</b>	<b>51,083</b>
<b>Loans and advances to customers</b> 2, 7, 8, 11, 13, 17			
a) Mortgage loans		31,285	28,643
b) Public sector loans		20,738	24,654
c) Other receivables		57,026	68,022
of which: collateralized by securities	7,478		0
		<b>109,049</b>	<b>121,319</b>
<b>Debentures and other fixed-income securities</b> 7, 8, 9, 11, 13, 17			
a) Money market instruments			
aa) issued by public sector borrowers	0		0
of which: eligible as collateral with Deutsche Bundesbank	0		0
ab) issued by other borrowers	0		1
of which: eligible as collateral with Deutsche Bundesbank	0		0
		<b>0</b>	<b>1</b>
b) Bonds and debentures			
ba) issued by public sector borrowers	5,412		9,971
of which: eligible as collateral with Deutsche Bundesbank	5,129		9,666
bb) issued by other borrowers	29,578		34,026
of which: eligible as collateral with Deutsche Bundesbank	22,031		25,254
		<b>34,990</b>	<b>43,997</b>
c) Own debentures		9,173	9,306
Nominal amount	9,140		9,291
		<b>44,163</b>	<b>53,304</b>

Differences in the amount of +/- one unit in the balance sheet, income statement and the Notes are due to rounding.

## Assets.

EUR million	Explanation in the Notes (chapter)			31 Dec. 2013	31 Dec. 2012
<b>Equities and other non-fixed-income securities</b>	9, 11, 13, 17			326	480
<b>Trading portfolio</b>	4, 11, 17			71,254	108,849
<b>Equity investments</b>	2, 9, 13, 14			598	615
of which: in banks		495			495
of which: in financial services companies		0			0
<b>Shares in affiliates</b>	9, 14			2,761	3,242
of which: in banks		768			686
of which: in financial services companies		243			243
<b>Trust assets</b>	13, 17			886	883
of which: trust loans		752			771
<b>Intangible assets</b>	2, 14				
a) Internally generated industrial property rights and similar rights and assets			1		1
b) Concessions, industrial property rights and similar rights and assets, and licenses to such rights and assets			51		52
c) Advances paid			33		19
				85	72
<b>Property and equipment</b>	2, 13, 14			399	448
<b>Other assets</b>	15			1,829	1,039
<b>Deferred items</b>	16				
a) From issuing and lending business			396		733
b) Other			1,085		1,170
				1,481	1,903
<b>Total assets</b>				283,396	345,944

Differences in the amount of +/- one unit in the balance sheet, income statement and the Notes are due to rounding.

## Equity and liabilities.

EUR million	Explanation in the Notes (chapter)	31 Dec. 2013	31 Dec. 2012
<b>Deposits from banks</b>	<b>7, 8, 13, 20</b>		
a) Mortgage-backed registered covered bonds issued		506	439
b) Public registered covered bonds issued		2,510	3,814
c) Other liabilities		56,073	61,124
of which: payable on demand	4,371		4,938
		<b>59,089</b>	<b>65,378</b>
<b>Deposits from customers</b>	<b>7, 8, 13, 20</b>		
a) Mortgage-backed registered covered bonds issued		1,062	1,211
b) Public registered covered bonds issued		7,066	9,263
c) Savings deposits			
ca) with an agreed notice period of three months	6,527		5,970
cb) with an agreed notice period of more than three months	589		982
		7,116	6,952
d) Other liabilities		71,369	75,440
of which: payable on demand	31,667		28,830
		<b>86,613</b>	<b>92,865</b>
<b>Securitized liabilities</b>	<b>7, 8, 20</b>		
a) Issued debentures			
aa) Pfandbriefe (mortgage-backed covered bonds)	5,445		6,103
ab) Pfandbriefe (public covered bonds)	11,027		17,164
ac) Other bonds	43,784		48,005
		60,257	71,271
b) Other securitized liabilities		188	1,710
of which: money market instruments	188		1,710
		<b>60,444</b>	<b>72,982</b>
<b>Trading portfolio</b>	<b>4, 20</b>	<b>50,388</b>	<b>87,542</b>
<b>Trust liabilities</b>	<b>13</b>	<b>886</b>	<b>883</b>
of which: trust loans	752		771
<b>Other liabilities</b>	<b>19</b>	<b>1,023</b>	<b>1,181</b>
<b>Deferred items</b>	<b>16</b>		
a) From issuing and lending business		342	904
b) Other		1,189	863
		<b>1,531</b>	<b>1,767</b>
<b>Provisions</b>	<b>2</b>		
a) Provisions for pensions and other post-employment benefits		1,513	1,392
b) Tax provisions		38	181
c) Other provisions		808	807
		<b>2,359</b>	<b>2,380</b>
<b>Subordinated liabilities</b>	<b>7, 21</b>	<b>4,360</b>	<b>4,209</b>

Differences in the amount of +/- one unit in the balance sheet, income statement and the Notes are due to rounding.



## Equity and liabilities.

EUR million	Explanation in the Notes (chapter)			31 Dec. 2013	31 Dec. 2012
<b>Capital generated from profit-participation rights</b>	<b>26</b>			<b>584</b>	<b>914</b>
of which: maturing in less than two years		225			388
<b>Fund for general banking risks</b>				<b>513</b>	<b>483</b>
of which: transfers in accordance with section 340e (4) HGB		30			0
<b>Equity</b>	<b>22, 26</b>				
a) Subscribed capital					
aa) Share capital		3,484			2,584
ab) Silent partnership contributions		2,361			4,417
			5,845		7,001
b) Capital reserve			8,240		6,910
c) Retained earnings					
ca) Other retained earnings		1,449			1,449
			1,449		1,449
d) Unappropriated profit/loss			72		0
				<b>15,606</b>	<b>15,360</b>
<b>Total liabilities and equity</b>				<b>283,396</b>	<b>345,944</b>
<b>Contingent liabilities</b>	<b>20, 23</b>				
a) Liabilities from guarantees and warranties (in addition, letters of comfort were granted, which are explained in chapter 24 of the Notes)			13,747		17,016
				<b>13,747</b>	<b>17,016</b>
<b>Other obligations</b>	<b>23</b>				
a) Placement and underwriting commitments			0		0
b) Irrevocable loan commitments			22,422		23,837
				<b>22,422</b>	<b>23,837</b>

Differences in the amount of +/- one unit in the balance sheet, income statement and the Notes are due to rounding.

# Income statement

for the period from 1 January to 31 December 2013.

EUR million	Explanation in the Notes (chapter)		1 Jan. - 31 Dec. 2013	1 Jan. - 31 Dec. 2012
<b>Interest income from</b>	<b>27, 32</b>			
a) Credit and money market transactions		18,363		34,679
b) Fixed-income securities and book-entry securities		1,265		1,852
			19,628	36,531
<b>Interest expense</b>			- 18,184	- 35,093
			1,444	1,438
<b>Current income from</b>	<b>32</b>			
a) Equities and other non-fixed-income securities			65	48
b) Equity investments			18	24
c) Shares in affiliates			33	102
			116	174
<b>Income from profit-pooling, profit transfer and partial profit transfer agreements</b>			75	127
<b>Fee and commission income</b>	<b>32, 33</b>		572	571
<b>Fee and commission expenses</b>			- 395	- 422
including: guarantee commission for the State of Baden-Württemberg		- 293		- 297
			177	149
<b>Total operating income/expenses from the trading portfolio</b>			276	- 133
<b>Other operating income</b>	<b>28, 32</b>		378	173
<b>General administrative expenses</b>				
a) Total staff costs				
aa) Wages and salaries		- 616		- 634
ab) Social security contributions and expense for pension provision and other benefits		- 169		- 173
of which: pension costs		45		74
			- 785	- 807
b) Total other administrative expenses			- 620	- 609
			- 1,405	- 1,416
<b>Depreciations and write-downs of intangible assets and property and equipment</b>			- 69	- 85

Differences in the amount of +/- one unit in the balance sheet, income statement and the notes are due to rounding.

EUR million	Explanation in the Notes (chapter)		1 Jan. - 31 Dec. 2013	1 Jan. - 31 Dec. 2012
Other operating expenses	28		- 374	- 294
Depreciations and write-downs of loans and certain securities, as well as additions to provisions for credit risks		- 218		- 68
Income from reversals of impairment losses on loans and certain securities, as well as from the reversals to provisions for credit risks		0		0
			- 218	- 68
Depreciations and write-downs of equity investments, shares in affiliates and securities treated as fixed assets		0		0
Income from reversals of impairment losses on equity investments, shares in affiliates and securities treated as fixed assets		106		178
			106	178
Expenses from loss transfer			- 87	- 24
Result from normal operations			419	219
Extraordinary income	30	52		7
Extraordinary expenses	30	- 29		- 28
Extraordinary result	30	23		- 21
			442	198
Taxes on income	31	- 77		51
Other taxes, unless reported under other operating expenses		- 1		- 6
			- 78	45
Profits transferred as a result of profit-pooling, profit transfer agreement or a partial profit transfer agreement			- 292	- 243
Net profit/unappropriated profit/loss	22		72	0

# Notes

for the period from 1 January to 31 December 2013.

## General.

### 1. Principles governing the preparation of the annual financial statements.

The annual financial statements for the 2013 financial year of Landesbank Baden-Württemberg (LBBW (Bank)) with headquarters in Stuttgart, Karlsruhe, Mannheim and Mainz were drawn up in compliance with the provisions of the German Commercial Code (Handelsgesetzbuch – HGB), in particular the Supplemental Regulations for Banks (sections 340 et seq. HGB), the German Accounting Regulation for Banks and Financial Service Institutions (Verordnung über die Rechnungslegung der Kreditinstitute und Finanzdienstleistungsinstitute – RechKredV), the German Banking Act (Kreditwesengesetz – KWG) and the German Pfandbrief Act (Pfandbriefgesetz – PfandBfG).

For the purpose of transparency, the values are stated in EUR millions.

### 2. General accounting and valuation methods.

**Allowances for losses on loans and advances and receivables.**

Bills and forfeiting transactions held in the portfolio are stated at their discounted face amount, less specific valuation allowances.

Loans and advances to banks and customers are stated at their nominal value, where necessary after deduction of the applicable write-downs. Differences between acquisition costs and nominal amount which are related to interest are allocated to deferred items and recognized proportionally in net interest income over the period. Deferred interest is reported directly in loans and advances to banks and customers.

Loans and advances to banks and loans and advances to customers primarily comprise originated loans, borrower's note loans and overnight and term money as well as securities repurchase transactions. The allocation for the product structure as shown in the balance sheet was changed. If the allocation had already been changed in the previous year – in each case before deduction of allowance for losses on loans and advances – this would have led to the following values for the corresponding product categories as at 31 December 2012: loans and advances to banks: mortgage loans EUR 239 million, public sector loans EUR 37,570 million, other loans EUR 13,295, loans and advances to customers: mortgage loans EUR 33,529 million, public sector loans EUR 23,351 million, other loans EUR 67,372 million. Our comments in the result of operations, net assets and financial position are based on this changed allocation.

Securities repurchase agreements are reported for the first time in the year under review in other loans and advances to banks or customers under the note »collateralized by securities«. These amounted to EUR 5,597 million for other loans and advances to banks and to EUR 10,485 million for other loans and advances to customers in the previous year.

Allowances for losses on loans and advances were deducted from the other receivables in the net amount.

Provisions for specific allowances for losses on loans and advances have been recognized for significant loans (loan volume > EUR 1 million per individual borrower) for which objective indications of impairment have been identified. The impairment loss is calculated as the carrying amount of the loan less the present value of future payments received on account of the loan, calculated using the discounted cash flow method. In the case of insignificant loans (loan volume of less than EUR 1 million per individual borrower), for which objective evidence indicating an impairment has been identified, collective write-downs on individual risks are recognized by using a statistically calculated default amount. Collective write-downs are recognized for losses in the loan portfolio that had already arisen as at the balance sheet date but were not yet identified. Their amount is based on statistically calculated default probabilities and loss ratios relating to parts of the loan portfolio for which no other provisions have been set up, as well as the average discovery period to be assumed. Country risks in the form of transfer and/or conversion risks are taken into account.

Within the scope of a guarantee structure with a guarantee company of the State of Baden-Württemberg, the Bank's and various Group companies' securitization portfolio with a residual nominal value of EUR 6.3 billion as at 31 December 2013 was hedged by a maximum guarantee amount of EUR 6.7 billion. A deductible was agreed up to an amount of EUR 1.9 billion (first loss) for losses on assets in the securitization portfolio, at the Bank's or Group companies' expense.

At the level of LBBW (Bank), securitizations in the amount of EUR 1.5 billion held by the Bank benefited directly from the hedging effect of the guarantee, since this is guaranteed fully by the Bank, while the Bank's loans and advances in the amount of EUR 3.9 billion to various special-purpose entities are indirect beneficiaries. A nominal amount of EUR 0.9 billion of the portfolio of securitized products is held by an affiliate. The hedging effect of the guarantee is taken into consideration directly in the valuation of the securitizations and indirectly in the valuation of the Bank's loans and advances to special-purpose entities, so that no more provisions are created for expected default risks that exceed the Bank's first loss of EUR 1.9 billion. The expected default risks of EUR 1.9 billion as at 31 December 2013 were addressed adequately through the creation of write-downs on securities or receivables.

#### Equity investments and affiliates.

Sales profit or loss from investment transactions is recorded in other operating income or expenses on the basis of section 340c (2) sentence 2 HGB. For a list of shareholdings in accordance with section 285 no. 11 HGB, refer to chapter 36.

#### Fixed assets.

Acquired intangible assets are carried at acquisition cost less scheduled depreciations and, where necessary, write-downs.

Internally generated intangible assets held as long-term investments will be recognized in accordance with the option described in section 248, (2) HGB.

Tangible assets are carried at acquisition or production cost less scheduled depreciations and, where necessary, write-downs.

Depreciation is effected at the rates permitted by tax laws since, in our opinion, these correspond to the economic life.

#### Deferred taxes.

There is a recognition option for net lending positions resulting from the overall view of deferred tax assets and liabilities and a recognition obligation for net borrowing position. Accordingly, LBBW (Bank) has not exercised the option in section 274,(1) sentence 2 HGB regarding the recognition of deferred tax assets.

Deferred tax liabilities from the carrying amount of shares in affiliates, other assets, tangible assets, equity investments and intangible assets varying in terms of tax were calculated with deferred tax assets on tax variations of loss carryforwards, the fund for general banking risks, provisions, loans and advances to customers, debentures and deferred items. Deferred tax assets beyond the scope of offsetting were not recognized as assets, exercising the option referred to in section 274,(1) sentence 2 HGB.

Company-specific tax rates were used in the recognition of deferred taxes. For the domestic consolidated group, the corporate income tax was recognized at 15.83% including the solidarity surcharge. The average trade tax rate of 14.51% for the tax entity was also used for the domestic tax entity. Deferred taxes for the foreign branches were recognized at the statutory tax rates applicable in those locations, ranging from 12.00% to 45.51%.

#### Liabilities.

Liabilities are recognized at the settlement amount as per section 253 (1) HGB. Discounts relating to liabilities are allocated to prepaid expenses and reversed over their term. Zero coupon bonds are recognized including the pro rata interest rate in accordance with section 22,(2) sentence 3 RechKredV.

#### Provisions.

Provisions for pensions are calculated on the basis of actuarial principles pursuant to section 253 HGB and the 2005 g mortality tables (Richttafeln 2005 G, Heubeck-Richttafeln-GmbH, Cologne 2005).

The projected unit credit method was used as an actuarial calculation method. Accrual allocation of benefit payments during employment and actuarial assumptions are used for the assessment. The discount rate for pension obligations is 4.91%, expected wage and salary increases are 2.0%, plus a career trend of 0.5% based on an age up to 50. The future annual rate of pension increase remains at 1.9% and a company-specific fluctuation of 4.5% is assumed.

According to article 67,(1) no. 1 EGHGB (Introductory Act to the German Commercial Code), the additions to the provisions for pensions can be spread out over 15 years as a consequence of the first-time application of BilMoG. LBBW (Bank) has used this option and added EUR 27 million (1/15) to the provisions for pensions in the past financial year. The remaining residual amount is EUR 291 million; additions of at least EUR 27 million must be added annually until 31 December 2024.

Plan assets of EUR 7 million were set up in the 2013 annual financial statements for the obligation for settlement arrears from partial retirement contracts. This corresponds to the fair value of the plan assets as at 31 December 2013. The provisions for settlement arrears from partial retirement contracts amounting to

EUR 8 million were offset against the plan assets in line with section 246,(2) sentence 2 HGB. Expenses of EUR 3,000 were offset against income of EUR 1.4 million.

Plan assets with a fair value of EUR 31.5 million as at 31 December 2013 are in place to meet obligations from the LBBW Flexiwertkonto (working time account). Acquisition costs are EUR 31.5 million. The provisions from obligations for the Flexiwertkonto amounting to EUR 35.2 million were offset against the plan assets at fair value. Expenses of EUR 1.7 million (higher obligations in 2013) were offset against income of EUR 1.5 million (increase in plan assets in 2013).

Other provisions are calculated under consideration of all contingent liabilities and anticipated losses from pending transactions on the basis of conservative commercial assessment. Provisions with a residual term over one year are discounted at the interest rates published by Deutsche Bundesbank in accordance with section 253 (2) HGB. Since 2013, a distinction is drawn between contract- and product-inherent legal risks and those legal risks that result from the Bank's ancillary services in conjunction with financial instruments. In contrast to the previous year, to provide a true and fair view of the asset situation that reflects the actual situation as of 2013, legal risks for derivative transactions arising from the Bank's ancillary services to counterparties will no longer be taken into account through valuation discounts but through the creation of provisions when calculating the fair value. The change in recognizing legal risks in conjunction with the Bank's ancillary services with derivative transactions resulted in a EUR 246 million increase in other provisions as at 31 December 2013.

The continuation option for provisions as part of the BilMoG conversion balance in line with article 67,(1) EGHGB is exercised. Overcollateralization amounts to EUR 4 million as at 31 December 2013.

#### Loss-free valuation in the banking book.

The business activities of the banks within the scope of the banking book do not permit regular immediate reciprocal allocation of individual financial instruments. However, regardless of this, there is an economic link between these transactions (funding partnership) due to their objective (achieving an interest margin). Accordingly, the Bank manages the interest margin/change in present value of all interest-bearing transactions as a whole in the banking book. This (internal) management of the banking book also provides the framework for the application of the imparity principle in commercial law.

A provision that might be required in line with section 340a in conjunction with section 249,(1) sentence 1, 2nd alternative HGB (provision for onerous contracts) thus extends to all interest-bearing financial instruments in the banking book. The valuation of the interest-rate position of the entire banking book and the associated risk and administrative costs must be included in the calculation of negative excess liability, if any, as part of the loss-free valuation of interest-bearing transactions of the banking book. The Institute of Public Auditors in Germany (Institut der Wirtschaftsprüfer – IDW) has answered individual questions on the procedure in a statement issued on this topic (IDW RS BFA 3).

The Bank applied statement IDW RS BFA 3 as at the reporting date. LBBW (Bank) uses the net present value method. No negative excess liability existed. Accordingly, no provisions were created.

#### Financial instruments.

On-balance-sheet products and derivative financial instruments of the trading portfolio are subject to fair value changes. Financial instruments in the trading portfolio that are traded on active markets are recognized at market prices. Financial transactions for which market prices are not available are recognized at prices determined with the help of valuation models or on the basis of indicative quotations and parameters obtained from market data providers. Market prices, quotations and parameters are largely validated by LBBW (Bank) by means of statistical methods or as part of the independent price verification process. The fair values are reduced by the value-at-risk for these portfolios determined in line with regulatory requirements (10-day holding period, 99.0% confidence level, 250-day observation period). On the balance sheet, the reduction affects the balance sheet item of trading assets.

The absolute amount of the risk discount is EUR 58 million for LBBW (Bank) as at 31 December 2013 (2012: EUR 81 million).

This procedure ensures that the income statement drawn up in line with the German Commercial Code takes into account any potentially remaining realization risks in line with the conservatism principle.

Owing to positive net income from the trading portfolio for the 2013 financial year, an allocation was made to the fund for general banking risks in line with section 340e (4) HGB.

Observable parameters are used for valuation methods for financial instruments in and outside the trading portfolio, if available. The application of these models and the use of these parameters require assumptions and estimates on the part of the management, the extent of which depends on the transparency and availability of market data information and the complexity of the instrument in question. These involve a certain level of uncertainty and may be subject to change. Therefore, actual results and values may differ from these assumptions and estimates.

The main parameters used in the valuation models of LBBW (Bank) are listed in the following table:

Derivatives/ financial instruments	Valuation models	Main parameters <sup>1)</sup>
Interest rate swaps and options	Net present value method, Black-Scholes, replication and Copula-based models, Markov functional model and further interest structure models	Yield curves, swaption volatility, cap volatility, correlations, mean reversion
Forward rate agreements	Net present value method	Yield curves
Forward commodity agreements, currency forwards	Net present value method	Commodity rates/exchange rates, yield curves
Stock/index options	Black-Scholes, local volatility model	Equity prices, share volatility, dividends, interest rates (swap, repo)
Currency options	Garman-Kohlhagen (modified Black-Scholes)	FX rates, yield curves, FX volatility
Commodity options	Garman-Kohlhagen (modified Black-Scholes)	Commodity rates, yield curves, volatility
Credit derivatives	Intensity model, Copula model	Credit spreads, yield curves and index tranche prices for the Copula models, correlation
Money market transactions	Net present value method	Credit spreads <sup>2)</sup> , yield curves
Borrower's note loans, loans	Net present value method	Credit spreads, yield curves
Securities, forward security transactions	Net present value method	Securities prices, credit spreads, yield curves
Own bearer bonds and borrower's note loans issued	Net present value method	Yield curves, own credit spread
Securitizations	Net present value method	Liquidity spreads, yield curves, prepayments, arrears and failure rates, losses

1) For the counterparty default risk of OTC derivatives a credit value adjustment is calculated using credit spreads, taking into account collateral and netting agreements.

2) Credit spreads are not currently considered during valuation in the trading systems. Consideration takes place on a transitional basis by means of credit valuation adjustments.

The valuation methods include all factors and parameters which LBBW (Bank) believes would also be considered by market participants. If the valuation methods do not take individual factors into account, valuation adjustments are conducted. Value adjustments are determined by Risk Controlling and documented in a valuation adjustment policy. Significant value adjustments made affect valuation adjustments for the counterparty default risk of OTC derivatives (counterparty valuation adjustment) and valuation adjustments for derivatives to take into account bid/ask spreads. Furthermore, LBBW (Bank) makes valuation adjustments, for example, to take account of model weaknesses and individual valuation uncertainties (model valuation adjustments), including when determining the fair value of cash CDOs and certain interest rate and credit derivatives or as day-1 P&L valuation adjustments. Collateralized OTC derivatives were mostly discounted on the basis of EONIA rates.

The key issue in recognizing derivative financial instruments in the annual financial statements of LBBW (Bank) is whether they are components of valuation units (micro hedges) or are used in the course of trading or are used for the (internal) management of the interest margin of the interest-bearing transactions of the banking book (loss-free valuation in the banking book).

#### Credit derivatives outside the trading portfolio.

Credit derivatives outside the trading portfolio are used in the form of credit default swaps and products with ancillary agreements of a credit default swap nature for risk assumption, arbitrage, hedging and efficient portfolio management with regard to credit risks.

In accordance with statement IDW RS BFA 1, the treatment of credit derivatives differs depending on the purpose.

Protection seller transactions in the non-trading portfolio are included below the line in Contingent liabilities, subitem a) Liabilities from guarantees and warranties.

Credit derivatives used for portfolio management purposes with regard to credit risks are not valued using the Mark-to-market method provided the credit default swap constitutes an original lending transaction for LBBW (Bank). A prerequisite in this respect is the intention to hold the investment to maturity, and the credit default swap must not contain structures that cannot be part of the original lending transaction. Corresponding provisions for anticipated losses are created for credit derivatives for which there is no intention to hold.

Credit derivatives in the non-trading portfolio that do not fulfill these conditions are valued separately. Unrealized valuation gains are offset only of the credit risk relates to one and the same reference debtor. Provisions for anticipated losses from pending transactions are created for unrealized valuation losses, if necessary after netting unrealized valuation gains. The results are included in depreciations and write-downs of loans and certain securities, as well as additions to provisions for credit risks. Any valuation gains remaining after netting are not

recognized. The risk report in accordance with section 289 HGB contains information about the scope and development of the Bank's market price risks.

**Securities.**

Securities in the liquidity reserve are measured at cost observing the principle of strict lower-of-cost-or-market, or at the lower quoted/market price or fair value (if lower) as at the balance sheet date.

Securities held as long-term investments, equity participations and shares in affiliates are carried at cost or the fair value on the reporting date (if lower) in the case of continued impairment losses. Provided the reasons for impairment in earlier financial years have elapsed, reversals of impairment losses up to the amount of the fair value are carried out to a maximum of the acquisition costs.

Securities arising from asset swap combinations are valued as a valuation unit; for securities in the liquidity reserve from asset swap combinations, market-induced impairment losses due to credit risks are recognized in income.

GPBW GmbH & Co. KG extends a financial guarantee for certain securitizations (for further explanations see Allowances for losses on loans and advances and receivables on page 12).

For impaired securitizations and for synthetic CDOs, the fair value on the balance sheet date was calculated using the discounted cash flow method, as no quoted or market prices were available, owing to mostly illiquid markets.

For certain securities for which the fair value on the balance sheet date is not based solely on observable market prices or valuation parameters that can be observed on the market (cash CDOs), valuation adjustments were carried out in order to take into account uncertainty regarding the balance sheet valuation.

Financial instruments are used exclusively as internal transactions. These internally contracted financial instruments are valued as transactions with external contracting parties. However, unlike external transactions, they are not recognized individually in the balance sheet but are offset under trading assets/liabilities.



## Notes to the balance sheet.

### 3. Derivatives.

The following tables provide information on derivative financial instruments pursuant to section 285 nos. 19 and 20 HGB in conjunction with section 36 RechKredV that existed at LBBW (Bank) as at the balance sheet date.

With due regard to accounting practice statement IDW RS HFA 22, issued by the Main Committee (Hauptfachausschuss) of the Institute of Public Auditors in Germany (IDW), ancillary agreements of a derivative nature included in portfolio-related management of trading positions are disclosed separately from the underlying transactions and are included in the following tables in the same way as derivative transactions that are concluded independently.

The tables exclude ancillary agreements of a derivative nature that are not reported separately on the balance sheet but that are instead components of structured instruments and are therefore included as assets or liabilities in the corresponding balance sheet items. The tables also exclude internal derivative financial instruments as well as netting and collateral agreements which mitigate default risks.

In addition to the main valuation parameters already named in General Accounting and Valuation Methods, there are further influencing factors for derivatives which determine the extent, time and collateral of future cash flows. In the case of options in particular, there are transaction-related payment terms (e. g. trigger for exotic options, redemption date for premiums, structuring the option as American or European). Upfront or balloon payments can be agreed for interest rate swaps. Furthermore, the creditworthiness of the counterparties and the Bank or the resulting default risk has a significant effect on future cash flows. For this purpose, the Bank draws up a credit valuation adjustment (CVA) or reaches collateral agreements with counterparties. Furthermore, LBBW (Bank) is a direct clearing member for the purposes of clearing interest rate swaps via a central counterparty. The variation margin is offset against the fair values. In the case of standardized derivatives traded at derivatives exchanges, margining can be agreed which hedges payments between counterparties.

## Derivative transactions - Product structure - Recognized at fair value.

EUR million	Nominal values		Positive fair value <sup>1) 2) 3)</sup>		Negative fair value <sup>1) 2) 3)</sup>	
	31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012
Interest rate swaps	837,393	1,132,978	17,188	47,019	14,265	43,578
FRAs	14,961	87,932	1	33	3	37
Interest rate options	66,179	67,876	1,699	2,242	2,275	4,102
Purchases	26,520	26,220	1,412	2,154	86	89
Sales	39,660	41,657	287	88	2,189	4,013
Caps, floors, collars	36,502	47,245	507	585	324	355
Other interest rate contracts	1,100	84	19	51	10	55
Exchange-traded interest rate products	67,078	91,680	0	0	0	0
<b>Interest rate risks - overall</b>	<b>1,023,214</b>	<b>1,427,795</b>	<b>19,414</b>	<b>49,930</b>	<b>16,878</b>	<b>48,126</b>
Currency forwards	84,935	145,193	1,436	1,846	1,405	1,780
Cross-currency interest rate swaps	30,619	35,135	1,001	1,563	1,120	1,758
Currency options	3,226	4,231	74	71	42	39
Purchases	1,721	2,288	75	71	0	0
Sales	1,505	1,943	0	0	42	39
<b>Currency risks - total</b>	<b>118,780</b>	<b>184,560</b>	<b>2,512</b>	<b>3,479</b>	<b>2,568</b>	<b>3,577</b>
Stock options	3,644	114,125	83	58	- 27	- 99
Purchases	1,577	56,792	83	58	10	0
Sales	2,067	57,333	0	0	- 37	- 99
Exchange-traded equity and index products	11,264	9,061	283	234	350	398
Commodities	2,939	3,664	62	54	41	57
of which exchange-traded	1,658	1,179	18	16	32	17
<b>Equity and other price risks - overall</b>	<b>17,848</b>	<b>126,850</b>	<b>427</b>	<b>346</b>	<b>364</b>	<b>355</b>
Credit derivatives (protection seller)	17,290	24,410	496	249	234	87
Credit derivatives (protection buyer)	13,837	20,469	- 233	153	185	482
<b>Credit derivatives</b>	<b>31,127</b>	<b>44,878</b>	<b>262</b>	<b>402</b>	<b>419</b>	<b>569</b>
<b>Risks - overall</b>	<b>1,190,968</b>	<b>1,784,083</b>	<b>22,616</b>	<b>54,157</b>	<b>20,229</b>	<b>52,627</b>

1) Including interest deferral (dirty price).

2) The reported fair value of interest swaps cleared via a central counterparty and of exchange-traded futures is guided by their recognition. Accordingly, when reporting these derivatives the variation margins are offset against the fair values.

3) The positive and negative fair values do not include the premiums of internal transactions. This can, in individual cases, result in the reporting of negative values.

## Derivative transactions – Product structure – Not recognized at fair value.

EUR million	Nominal values		Positive fair value <sup>1) 2) 3)</sup>		Negative fair value <sup>1) 2) 3)</sup>	
	31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012
Interest rate swaps	62,471	87,514	2,988	6,216	3,268	6,849
Interest rate options	2,933	3,217	111	241	1	8
Purchases	2,427	2,805	111	241	3	0
Sales	506	412	0	0	-2	8
Other interest rate contracts	1,745	1,222	2	0	0	0
Exchange-traded interest rate products	1,920	1,781	0	0	0	1
Caps, floors, collars	0	0	0	0	0	0
<b>Interest rate risks – overall</b>	<b>69,069</b>	<b>93,734</b>	<b>3,101</b>	<b>6,457</b>	<b>3,269</b>	<b>6,858</b>
Currency forwards	0	0	0	0	0	0
Cross-currency interest rate swaps	11,052	14,436	182	478	39	202
<b>Currency risks – total</b>	<b>11,052</b>	<b>14,436</b>	<b>182</b>	<b>478</b>	<b>39</b>	<b>202</b>
Stock options	380	0	0	31	2	303
Purchases	190	0	0	31	0	0
Sales	190	0	0	0	2	303
Equity forward contracts	0	0	0	0	0	0
<b>Equity and other price risks – overall</b>	<b>380</b>	<b>0</b>	<b>0</b>	<b>31</b>	<b>2</b>	<b>303</b>
Credit derivatives (protection seller)	4,652	5,904	-41	6	64	284
Credit derivatives (protection buyer)	6,418	6,762	233	111	135	197
<b>Credit derivatives</b>	<b>11,070</b>	<b>12,666</b>	<b>192</b>	<b>117</b>	<b>199</b>	<b>481</b>
<b>Risks – overall</b>	<b>91,571</b>	<b>120,836</b>	<b>3,475</b>	<b>7,083</b>	<b>3,509</b>	<b>7,844</b>

1) Including interest deferral (dirty price).

2) The reported fair value of interest swaps cleared via a central counterparty and of exchange-traded futures is guided by their recognition. Accordingly, when reporting these derivatives the variation margins are offset against the fair values.

3) The positive and negative fair values do not include the premiums of internal transactions. This can, in individual cases, result in the reporting of negative values.

Most of the transactions referred to above are concluded to cover interest rate, exchange rate or market price fluctuations, as well as for customer transactions and hedging these customer transactions.

With regard to the valuation models used, refer to the information under chapter 2, General Accounting and Valuation Methods.

Please refer to the data presented in the Other assets and Other liabilities items for information on the carrying amount of options in the form of option premiums.

Protection seller transactions in credit derivatives in the non-trading portfolio are included below the line in Contingent liabilities, sub-item a) Liabilities from sureties and guarantee agreements and amount to nominal EUR 4,608 million (2012: EUR 5,737 million).

## Derivative transactions – maturity structure (by remaining maturity).

Nominal values					
EUR million	Up to 3 months	More than 3 months to 1 year	More than 1 year to 5 years	More than 5 years	Total
<b>Interest rate risks</b>					
31 Dec. 2013	146,416	207,249	397,399	341,218	1,092,282
31 Dec. 2012	180,578	345,149	532,993	462,810	1,521,529
<b>Currency risks</b>					
31 Dec. 2013	54,658	31,901	33,769	9,504	129,832
31 Dec. 2012	98,367	46,323	43,687	10,620	198,996
<b>Equity and other price risks</b>					
31 Dec. 2013	2,789	6,879	6,914	1,646	18,228
31 Dec. 2012	1,662	116,721	6,733	1,735	126,850
<b>Credit derivatives</b>					
31 Dec. 2013	3,719	7,458	29,210	1,811	42,197
31 Dec. 2012	2,019	15,641	37,442	2,442	57,544
<b>Risks – overall</b>					
31 Dec. 2013	207,581	253,488	467,292	354,178	1,282,539
31 Dec. 2012	282,625	523,833	620,854	477,607	1,904,919

## Derivative transactions – by counterparty.

EUR million	Nominal values		Positive fair value <sup>1)</sup>		Negative fair value <sup>1)</sup>	
	31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012
Banks in the OECD	551,684	1,569,515	19,225	51,288	19,083	53,437
Banks outside the OECD	4,172	17,018	63	79	141	383
Public sector agencies in OECD countries	46,794	40,594	2,927	4,549	1,053	1,912
Other counterparties	679,888	277,793	3,875	5,325	3,459	4,737
<b>Counterparties – total</b>	<b>1,282,539</b>	<b>1,904,919</b>	<b>26,090</b>	<b>61,241</b>	<b>23,737</b>	<b>60,470</b>

<sup>1)</sup> Including interest deferral (dirty price).

## 4. Trading portfolio.

The trading portfolio is composed as follows:

EUR million	Trading assets		Trading liabilities	
	31 Dec. 2013	31 Dec. 2012	31 Dec. 2013	31 Dec. 2012
Derivative financial instruments	22,616	54,157	20,229	52,627
Receivables/liabilities	25,325	32,252	30,159	34,915
Debentures and other fixed-income securities	22,608	21,857	-	-
Equities and other non-fixed-income securities	683	480	-	-
Other assets	23	102	-	-
	<b>71,254</b>	<b>108,849</b>	<b>50,388</b>	<b>87,542</b>

## 5. Valuation units.

In the case of valuation units, underlying transactions (assets, debt and derivatives separable from the balance sheet) are linked with hedging transactions (derivative financial instruments and some on-balance sheet assets) to hedge market price risks (hereinafter referred to as micro hedge).

The hedged risks include general and structured interest rate risks, equity risks, credit risks and currency risks.

The following table illustrates the amount by which assets and liabilities are incorporated to hedge whatever risks in valuation units as at 31 December 2013.

EUR million	Micro hedge						
	Carrying amount <sub>UT</sub>	Negative change in value			Positive change in value		
		Change in value <sub>UT</sub>	Change in value <sub>UT</sub>	Loss peak	Change in value <sub>UT</sub>	Change in value <sub>UT</sub>	Profit peak
<b>Assets</b>							
General interest rate risk	10,593	452	- 454	- 2	618	- 616	2
Structured interest rate risk and other market price risk	612	138	- 138	0	0	0	0
<b>Liabilities</b>							
General interest rate risk	- 17,814	- 222	218	- 4	- 487	488	1
Structured interest rate risk and other market price risk	- 4,094	- 928	928	0	0	0	0
<b>Contracts in progress</b>							
Structured interest rate risk and other market price risk	- 261	- 112	112	0	0	0	0
<b>Total</b>				<b>- 6</b>			<b>3</b>
				Provisions loss peak			Profit peak

UT = underlying transaction; HT = hedging transaction

This results in a EUR 1 million reduction in the profit peak compared with 31 December 2012. The loss peak declined by EUR 5 million year on year (2012: EUR - 11 million).

LBBW (Bank) includes two types of hedge relationships under micro hedges. In the first, individual underlying transactions are hedged by individual hedging transactions. In the other, one or more underlying transactions are hedged by one or more hedging transactions.

Both types of micro hedge are documented by means of clear referencing of the underlying and hedging transactions.

#### Methods of measuring effectiveness.

When a valuation unit is formed and on each reporting date, a check is carried out prospectively as to whether effective hedging is in place. The micro hedges, in particular, which are created for the purpose of hedging structured interest-rate and other market price risks, are structured in such a way as to ensure that the main factors (hedged risk, nominal amount, currency and duration) receive the same or almost the same coverage. In the case of these valuation units and, in general, when a valuation unit is formed a check is carried out for the compensatory settlement of hedged risks for underlying and hedging transactions; to this end, a comparison between these factors in the underlying and hedging transactions is carried out. In the case of micro hedges that hedge the general interest rate risk a regression analysis is carried out on each reporting date to investigate the compensatory effect. If the above-mentioned comparison or regression analysis is positive, effectiveness (between the change in the value of the underlying transactions and hedging transactions with reference to the hedged risk) is also expected for the future (the remaining maturity of the transactions).

Retrospective valuation of effectiveness takes place on each reporting date with the help of the dollar-offset method. According to this method, the underlying transaction is valued for the hedged risk and compared with the valuation of the hedging transaction for the hedged risk (e. g. interest rate risk). This also forms the basis for calculating the previous invalidity and any loss peak. The procedure is already applied for the majority of valuation units formed for the purpose of hedging the general interest rate risk and all valuation units where the underlying is a derivative (this refers to embedded derivatives that are carried separately from the host instrument). In the case of all other valuation units formed for the purpose of hedging the structured interest rate risk or other market price risks, the valuation of the hedged risk of the underlying is derived from the valuation of the hedging transaction.

The changes in value of hedging and underlying transactions are calculated on the balance sheet for the effective part using the net hedge presentation method, with only a loss peak applied on the balance sheet as a provision for valuation units. The loss peak (ineffectiveness from the hedged risk) is taken into account in the income statement.

Brokered, structured derivatives, from which the market price risk is eliminated, are treated as economic hedges in risk management. These transactions are allocated to the trading book (so-called back-to-back operations) in the financial statements pursuant to German law.

For recognition of market price risks, refer to the chapter on market price risks in the combined management report (risk and opportunity report) for the 2013 annual financial statements.

## 6. Currency translation.

Foreign currency assets worth EUR 35.0 billion (2012: EUR 40.9 billion) and foreign currency liabilities worth EUR 27.6 billion (2012: EUR 28.3 billion), as well as income and expenses included in the financial statements were translated in compliance with section 256a and section 340h HGB and statement IDW RS BFA 4 from the Institute of Public Auditors in Germany (IDW). Assets and liabilities do not include any assets or liabilities from pending transactions. They are included in the derivatives tables in chapter 3. The risk of exchange rate movements associated with balance sheet items denominated in foreign currencies, including precious metals, is primarily covered by off-balance sheet hedging transactions.

In order to determine the currency position, LBBW (Bank) offsets foreign currency assets and foreign currency liabilities arising from on-balance transactions by currency. The application of the particular cover is derived from the Bank's internal binding FX policy. Currency risks resulting from non-trading assets are generally transferred to the trading books. Accordingly, expenses or income generated from them are ultimately reported under net trading gains/losses..

Assets and liabilities are translated at the mid-spot exchange rate as at the reporting date. Differences resulting from the translation of hedged assets and liabilities at the mid-spot exchange rate correspond to the balance of the fair values of the currency forwards, cross-currency/interest-rate swaps and currency swaps. Currency forwards, cross-currency/interest-rate swaps and currency swaps, provided that they do not form part of a valuation unit and are not concluded for the purpose of liquidity management of the banking book, are allocated to the trading portfolio. These are recognized in the balance sheet at fair value as part of the positive or negative fair values in trading assets/liabilities.

The swap points are accrued and shown in interest income or interest expense for currency forwards.

## 7. Relationship with affiliates and companies in which equity interests are held, and with affiliated savings banks (Sparkassen).

The following balance sheet items include receivables and liabilities to affiliates or companies in which an equity investment is held:

EUR million	31 Dec. 2013	31 Dec. 2012
<b>Loans and advances to banks</b>	<b>48,412</b>	<b>51,083</b>
of which to affiliates	142	142
of which to companies in which equity interests are held	1,715	1,785
of which to affiliated savings banks (Sparkassen)	21,469	24,144
<b>Loans and advances to customers</b>	<b>109,049</b>	<b>121,319</b>
of which to affiliates	5,475	7,836
of which to companies in which equity interests are held	296	694
<b>Debentures and other fixed-income securities</b>	<b>44,163</b>	<b>53,304</b>
of which from affiliated companies	18	118
of which from companies in which equity interests are held	4	8
<b>Deposits from banks</b>	<b>59,089</b>	<b>65,378</b>
of which to affiliates	16	21
of which to companies in which equity interests are held	472	500
of which to affiliated savings banks (Sparkassen)	9,076	9,681
<b>Deposits from customers</b>	<b>86,613</b>	<b>92,865</b>
of which to affiliates	2,326	3,116
of which to companies in which equity interests are held	223	808
<b>Securitized liabilities</b>	<b>60,444</b>	<b>72,982</b>
of which to affiliates	0	0
of which to companies in which equity interests are held	0	0
<b>Subordinated liabilities</b>	<b>4,360</b>	<b>4,209</b>
of which to affiliates	100	100
of which to companies in which equity interests are held	0	0

**8. Maturity structure of the balance sheet items.**

The following table contains a breakdown of the remaining maturity of the receivables and liabilities (including pro rata interest):

EUR million	31 Dec. 2013	31 Dec. 2012
<b>Loans and advances to banks</b>	<b>48,412</b>	<b>51,083</b>
up to 3 months	12,089	11,741
more than 3 months to 1 year	8,957	7,466
more than 1 year to 5 years	18,534	24,059
more than 5 years	8,832	7,817
<b>Loans and advances to customers</b>	<b>109,049</b>	<b>121,319</b>
up to 3 months	17,448	26,492
more than 3 months to 1 year	14,630	12,822
more than 1 year to 5 years	33,617	28,913
more than 5 years	43,355	53,091
<b>Debentures and other fixed-income securities</b>	<b>44,163</b>	<b>53,304</b>
of which due in the following year	16,402	5,238
<b>Deposits from banks with agreed duration or withdrawal notice</b>	<b>54,717</b>	<b>60,440</b>
up to 3 months	12,243	8,234
more than 3 months to 1 year	8,300	15,915
more than 1 year to 5 years	21,781	21,971
more than 5 years	12,394	14,321
<b>Savings deposits to customers with an agreed notice period of more than three months</b>	<b>589</b>	<b>982</b>
more than 3 months to 1 year	141	247
more than 1 year to 5 years	448	735
more than 5 years	0	0
<b>Other deposits from customers with an agreed duration or notice period, including mortgage-backed registered covered bonds issued and public-sector registered covered bonds issued.</b>	<b>47,830</b>	<b>57,084</b>
up to 3 months	14,219	19,068
more than 3 months to 1 year	16,925	4,865
more than 1 year to 5 years	9,859	25,055
more than 5 years	6,828	8,096
<b>Securitized liabilities</b>	<b>60,444</b>	<b>72,982</b>
<b>a) Issued debentures</b>	<b>60,257</b>	<b>71,271</b>
of which due in the following year	11,319	13,618
<b>b) Other securitized liabilities</b>	<b>188</b>	<b>1,710</b>
up to 3 months	179	595
more than 3 months to 1 year	8	1,115
more than 1 year to 5 years	0	0
more than 5 years	0	0

### 9. Securities and equity investments.

The asset items below include marketable securities as well as securities, equity investments and affiliates measured at the less strict lower-of-cost-or-market principle:

EUR million	31 Dec. 2013	31 Dec. 2012
<b>Debentures and other fixed-income securities</b>		
marketable	44,163	53,304
of which listed	41,746	49,377
No write-down due to temporary impairment		
Carrying amount	6,839	12,779
Fair value	6,894	12,522
<b>Equities and other non-fixed-income securities</b>		
marketable	326	480
of which listed	105	105
No write-down due to temporary impairment		
Carrying amount	0	0
Fair value	0	0
<b>Equity investments</b>		
marketable	370	378
of which listed	361	368
No write-down due to temporary impairment		
Carrying amount	0	0
Fair value	0	0
<b>Shares in affiliates</b>		
marketable	481	380
of which listed	0	0
No write-down due to temporary impairment		
Carrying amount	0	2
Fair value	0	2

With micro-hedged transactions, as a result of the net hedge presentation method the carrying amounts shown above do not include any corresponding adjustments to the book values for hedged risks (see chapter 5 Valuation units). If the carrying amount had been adjusted, the write-downs not carried out on the bonds and other fixed-income securities would increase by EUR 710 million (2012: 1,108 million).

Securities held as long-term investments, equity investments and shares in affiliates are carried at cost or amortized cost or at fair value (if lower) in the case of permanent impairment loss. The impairment of securities held as long-term investments, equity investments and shares in affiliates is determined on the reporting date on the basis of published stock market price quotations, price quotations from market data providers or recognized valuation methods (income value or discounted cash flow method).

In the case of impairments which are expected not to be permanent, the option of section 253 (3) sentence 4 HGB is exercised in conjunction with section 340e (1) HGB, so that no write-downs are recognized on the lower fair value (less strict lower-of-cost-or-market principle).

Securities in the liquidity reserve are measured at cost observing the principle of strict lower-of-cost-or-market, or at the lower quoted/market price or fair value (if lower) as at the balance sheet date.

In the case of securities lending agreements, it is assumed that economic ownership is not transferred to the borrower. Securities that are lent are therefore still shown in the securities portfolio and accounted for accordingly (analogous application of the corresponding regulations for transactions with firm repurchase agreements in section 340b (4) sentence 1 HGB).

The Bank did not create write-downs on securities in the amount of EUR 3 million (2012: EUR 23 million), owing to the guarantee agreement with the State of Baden-Württemberg.



## 10. Shares in investment fund assets.

The value of the shares in investment fund assets is determined on the reporting date on the basis of published redemption prices in the case of retail funds and the fair values provided in the case of special funds.

EUR million						
Investment objective	Name	Fair value	Difference to carrying amount	Distribution for the financial year	Daily return possible	Unscheduled write-downs omitted
Mixed funds; all foreign/German with up to 70 % equity share	Humboldt Mul.Inv.B-S.Lbk Dep.A	46	0	0	yes	no
Open-end investment fund ABS fund	Panacea Tr.-Lev.Accr.A.Mgmt	0	- 44	0	yes	no <sup>2)</sup>
Open-end investment fund ABS fund	Panacea Tr.-Lev.Accr.A.Mgmt II	0	- 52	0	yes	no <sup>2)</sup>
Bond fund ABS fund	Pivot Master Tr.-LAAM XI	0	- 38	0	yes	no <sup>2)</sup>
Bond fund	Synapse High Grade ABS Fd No.1	0	0	32	yes	no
Bond fund	Johannes Führ Ren. Wachst. AMI	3	0	0	yes	no
Bond fund	Brookfield-High Yld Europe Pl.	75	0	5	yes	no
Bond fund	Brookfield-Hansa High Yield Fd	29	0	2	yes	no
Bond fund	LBBW Pro-Fd Absol.Return Rates	10	0	0	yes	no
Bond fund	OP-Fonds SKP <sup>1)</sup>	165	88	15	yes	no
Investment funds closed-end fund investments	F&C European Cap.Partn.B Ltd. <sup>1)</sup>	23	- 5	0	no	no
Equity fund	HI-Aktien-Spezial 3-Fonds	92	0	1	yes	no
Equity fund	LBBW Dividenden Strat.Euroland	112	0	0	yes	no
Bond fund	LBBW Covered Bond.Euro Offens.	9	0	0	yes	no
Bond fund	LBBW Covered Bonds Euro Select	29	0	0	yes	no
		<b>593</b>	<b>- 51</b>	<b>55</b>		

1) The fund units form part of an asset-linked note, that is, the holder of the associated LBBW (Bank) issue is entitled to the performance from the fund units.

2) For the fund units a write-down on the lower fair value is performed in the context of a look-through. The calculated fair value for the fund units lies below the value resulting from the look-through.

## 11. Subordinated assets.

Subordinated assets are included in the following asset items:

EUR million	31 Dec. 2013	31 Dec. 2012
Loans and advances to banks	353	340
Loans and advances to customers	620	947
Debentures and other fixed-income securities	431	756
Equities and other non-fixed-income securities	36	17
Trading assets	50	27

## 12. Transactions with firm repurchase agreements.

The carrying amount of securities sold to other banks and non-banks under repurchase agreements as at the balance sheet date was EUR 23,695 million (2012: EUR 29,994).

### 13. Fiduciary transactions.

The following table contains a breakdown of trust assets and trust liabilities:

EUR million	31 Dec. 2013	31 Dec. 2012
<b>Trust assets</b>	<b>886</b>	<b>883</b>
Loans and advances to banks	509	544
Loans and advances to customers	243	227
Debentures and other fixed-income securities	2	4
Equities and other non-fixed-income securities	1	2
Equity investments	126	90
Property and equipment	5	10
Other trust assets	0	6
<b>Trust liabilities</b>	<b>886</b>	<b>883</b>
Deposits from banks	751	776
Deposits from customers	135	107

### 14. Fixed assets.

The following table shows the changes in fixed assets:

EUR million	Cost of acquisition	Additions	Disposals	Reclassifications	Reversals of impairment losses	Cumulative write-downs and depreciations	Write-downs and depreciations during the financial year	Accrued interest	Carrying amount 31 Dec. 2013	Carrying amount 31 Dec. 2012
Equity investments	849	2	- 14	0	0	- 238	- 4	0	598	615
Shares in affiliates	3,886	15	- 580	0	96	- 560	- 25	0	2,761	3,242
Securities allocated to fixed assets	44,334	176	- 7,199	45	7	- 255	- 64	46	37,147	44,206
Intangible assets	513	50	- 44	5	0	- 438	- 31	0	85	72
Land and buildings	557	4	- 5	0	0	- 279	- 11	0	276	284
of which: land and buildings used commercially	317	4	- 5	0	0	- 181	- 6	0	135	138
Other facilities, operating and office equipment	564	13	- 208	- 5	0	- 241	- 27	0	122	164
<b>Total assets</b>	<b>50,702</b>	<b>259</b>	<b>- 8,051</b>	<b>45</b>	<b>104</b>	<b>- 2,011</b>	<b>- 162</b>	<b>46</b>	<b>40,989</b>	<b>48,583</b>

The option described in section 248 (2) HGB is being exercised. Development costs in the 2013 financial year, which were accounted for fully by the internally-generated intangible assets, amounted to EUR 1 million (2012: EUR 1 million).

### 15. Other assets.

Items of particular significance included in the other assets of LBBW (Bank) are securities due in the amount of EUR 1.1 billion (2012: EUR 11 million), tax refund claims of EUR 213 million (2012: EUR 179 million), option premiums of EUR 202 million (2012: EUR 373 million) and other assets in affiliates and companies in which an equity investment is held totaling EUR 128 million (2012: EUR 238 million).

The tax refund claims primarily include income tax assets from past financial years amounting to EUR 88 million (2012: EUR 111 million), tax assets from the current financial year in the amount of EUR 78 million (2012: EUR 49 million) as well as other tax receivables of EUR 47 million, comprising mainly interest receivables from the tax office, VAT prepayments and claims from capital gains tax registration. The refund claims stand in contrast to the Bank's tax provisions amounting to EUR 38 million (2012: EUR 181 million).

**16. Deferred items.**

Deferred items include the following amounts:

EUR million	31 Dec. 2013	31 Dec. 2012
<b>Prepaid expenses</b>	<b>1,481</b>	<b>1,903</b>
Discount from liabilities in line with section 250 (3) HGB	260	337
Premium from receivables in line with section 340e (2) sentence 3 HGB	60	76
<b>Deferred income</b>	<b>1,531</b>	<b>1,767</b>
Discount from receivables in line with section 340e (2) sentence 2 HGB	132	145

Deferred items also include one-off payments from interest rate and cross-currency interest rate swaps of EUR 29 million (2012: EUR 35 million) on the assets side and EUR 85 million (2012: EUR 104 million) on the liabilities side.

**17. Coverage for the mortgage and public sector lending business.**

The liabilities below are covered as follows:

EUR million	31 Dec. 2013	31 Dec. 2012
Public covered bonds issued pursuant to PfandBG	20,377	30,357
<b>To cover certain assets</b>	<b>33,781</b>	<b>43,478</b>
Loans and advances to banks	12,364	17,265
Loans and advances to customers	16,483	18,380
Debentures and other fixed-income securities	4,917	7,715
Equities and other non-fixed-income securities	0	36
Trading assets	0	51
Trust assets	17	31
<b>Depth of coverage</b>	<b>13,404</b>	<b>13,121</b>
Mortgage-backed covered bonds issued pursuant to ÖPG and PfandBG	6,974	7,987
<b>To cover certain assets</b>	<b>13,975</b>	<b>13,549</b>
Loans and advances to banks	43	152
Loans and advances to customers	13,505	12,963
Debentures and other fixed-income securities	418	426
Trading assets	8	8
<b>Depth of coverage</b>	<b>7,001</b>	<b>5,562</b>

### 18. Transparency provisions for public covered bonds (öffentliche Pfandbriefe) and mortgage-backed covered bonds (Hypothekendarlehenpfandbriefe) pursuant to section 28 PfandBG.

#### A) Transparency provisions for public covered bonds (öffentliche Pfandbriefe) pursuant to section 28 PfandBG.

EUR million	31 Dec. 2013	31 Dec. 2012
<b>a) Cover fund for public covered bonds</b>		
Nominal value	33,781	43,478
Present value	36,319	47,440
Present value (+ 250 bp and currency stress)	33,779	44,424
Present value (- 250 bp)	38,706	49,614
<b>Circulation of public covered bonds</b>		
Nominal value	20,377	30,357
Present value	22,186	33,277
Present value (+ 250 bp and currency stress)	20,723	31,512
Present value (- 250 bp)	23,390	34,393
<b>Depth of coverage</b>		
Nominal value	13,404	13,121
Present value	14,133	14,163
Present value (+ 250 bp and currency stress)	13,056	12,912
Present value (- 250 bp)	15,316	15,221
Depth of coverage/proportion of circulation - nominal value <sup>1)</sup>	13,402	13,119
as a % of circulating volume of public covered bonds	66	43
Depth of coverage/proportion of circulation - present value <sup>1)</sup>	14,130	14,161
as a % of circulating volume of public covered bonds	64	43
Additional cover assets	45	45
<b>b) Proportion of derivatives in cover asset pool</b>	0	0

1) Use of vdp credit quality differentiation model for EU and EEA countries.

#### c) Term structure of public covered bonds.

EUR million	Up to 1 year	More than 1 year to 2 years	More than 2 years to 3 years	More than 3 years to 4 years	More than 4 years to 5 years	More than 5 years to 10 years	More than 10 years	Total
<b>Cover fund</b>								
31 Dec. 2013	9,522	10,853	2,001	1,229	1,606	3,704	4,866	33,781
31 Dec. 2012	12,492	7,161	10,930	2,079	1,149	4,614	5,053	43,478
<b>Circulation of covered bonds</b>								
31 Dec. 2013	5,939	5,762	2,347	927	1,190	2,227	1,985	20,377
31 Dec. 2012	10,078	5,947	5,808	2,347	897	3,160	2,120	30,357

## d) Total nominal value of cover funds according to country/type.

31 Dec. 2013					
EUR million	State	Regional government	Local government	Other debtors <sup>1)</sup>	Total
Belgium	0	0	0	15	15
Federal Republic of Germany	1,853	5,676	5,031	20,004	32,564
Denmark	21	0	0	0	21
Great Britain	142	0	0	0	142
Italy	17	32	22	0	71
Japan	250	0	0	0	250
Latvia	30	0	64	0	94
Luxembourg	19	0	0	9	28
Austria	64	0	2	0	66
Poland	17	0	0	0	17
Sweden	1	0	0	0	1
Switzerland	0	100	0	0	100
Spain	0	132	0	0	132
Czech Republic	15	0	0	0	15
Hungary	24	0	0	0	24
United States of America (incl. Puerto Rico)	129	94	0	18	241
<b>Total</b>	<b>2,582</b>	<b>6,034</b>	<b>5,119</b>	<b>20,046</b>	<b>33,781</b>

<sup>1)</sup> The item includes saving banks and Landesbanken with guarantor's liability in the amount of EUR 14,136 million (2012: 20,901 million) and the development banks in the amount of EUR 2,005 million (2012: EUR 2,326 million).

31 Dec. 2012					
EUR million	State	Regional government	Local government	Other debtors <sup>1)</sup>	Total
Belgium	0	0	0	15	15
Federal Republic of Germany	1,773	7,259	5,624	27,317	41,973
Great Britain	163	0	0	0	163
Italy	32	34	22	0	88
Japan	250	0	0	0	250
Canada	0	16	0	0	16
Latvia	30	0	67	0	97
Luxembourg	21	0	0	0	21
Austria	73	0	2	0	75
Poland	22	0	0	0	22
Sweden	1	0	0	0	1
Switzerland	0	275	0	0	275
Spain	0	133	42	0	175
Czech Republic	15	0	0	0	15
Hungary	24	0	0	0	24
United States of America (incl. Puerto Rico)	145	99	0	24	268
<b>Total</b>	<b>2,549</b>	<b>7,816</b>	<b>5,757</b>	<b>27,356</b>	<b>43,478</b>

<sup>1)</sup> This item includes savings banks and Landesbanken with guarantor's liability in the amount of EUR 20,901 million (2012: EUR 27,062 million) and the development banks in the amount of EUR 2,326 million (2012: EUR 2,995 million).

## e) Total amount of payments outstanding at least 90 days according to country/type.

There were no payments outstanding by at least 90 days as at either 31 December 2013 or 31 December 2012.

B) Transparency provisions for mortgage-backed covered bonds (Hypothekendarlehenpfandbriefe) pursuant to section 28 PfandBG.

EUR million	31 Dec. 2013	31 Dec. 2012
a) Cover fund for mortgage-backed covered bonds		
Nominal value	12,553	11,504
Present value	13,658	12,819
Present value (+250 bp and currency stress)	12,553	11,924
Present value (- 250 bp)	14,383	13,291
Circulation of mortgage-backed covered bonds		
Nominal value	6,686	7,429
Present value	7,051	7,927
Present value (+250 bp and currency stress)	6,572	7,537
Present value (- 250 bp)	7,325	8,127
Depth of coverage		
Nominal value	5,867	4,075
Present value	6,607	4,892
Present value (+250 bp and currency stress)	5,981	4,387
Present value (- 250 bp)	7,058	5,164
Additional cover assets	418	418
b) Proportion of derivatives in cover asset pool	0	0

c) Term structure of mortgage-backed covered bonds according to PfandBG.

EUR million	Up to 1 year	More than 1 year to 2 years	More than 2 years to 3 years	More than 3 years to 4 years	More than 4 years to 5 years	More than 5 years to 10 years	More than 10 years	Total
Cover asset pool								
31 Dec. 2013	1,943	2,296	1,196	1,424	1,565	3,431	698	12,553
31 Dec. 2012	1,838	1,374	2,056	945	1,270	3,351	670	11,504
Circulating mortgage-backed covered bonds								
31 Dec. 2013	1,007	1,292	878	1,094	1,251	999	165	6,686
31 Dec. 2012	1,438	986	1,292	703	1,051	1,795	164	7,429

d) Total nominal value of cover funds according to the amount of the individual cover assets pool.

EUR million	31 Dec. 2013	31 Dec. 2012
Up to EUR 300,000	4,878	4,448
Between EUR 300,000 and EUR 5 million <sup>1)</sup>	2,848	2,789
More than EUR 5 million <sup>2)</sup>	4,827	4,267
<b>Total</b>	<b>12,553</b>	<b>11,504</b>

1) The item includes further cover in the amount of EUR 5 million (2012: EUR 5 million).

2) The item includes further cover in the amount of EUR 413 million (2012: EUR 413 million).

e) Total nominal value of cover assets pools according to type of use/country.

31 Dec. 2013							
EUR million	Federal Republic of Germany	Netherlands	France	Belgium	USA	Great Britain/Northern Ireland/Channel Islands	Total
Apartments	1,619	0	0	0	0	0	1,619
Single-family houses	2,314	0	0	0	0	0	2,314
Apartment blocks	2,871	0	0	0	0	0	2,871
Office buildings	1,422	76	133	54	238	41	1,964
Trade buildings	943	0	14	0	0	0	957
Industrial buildings	78	0	0	0	0	0	78
Other commercially used buildings	1,969	0	0	0	122	18	2,109
Incomplete and not profitable new buildings	204	0	0	0	0	0	204
Building plots	19	0	0	0	0	0	19
Other cover <sup>1)</sup>	418	0	0	0	0	0	418
<b>Total</b>	<b>11,857</b>	<b>76</b>	<b>147</b>	<b>54</b>	<b>360</b>	<b>59</b>	<b>12,553</b>

1) Including depth of coverage of EUR 193 million (2012: EUR 203 million) and liquidity support in the amount of EUR 225 million (2012: EUR 215 million).

31 Dec. 2012							
EUR million	Federal Republic of Germany	Netherlands	France	Belgium	USA	Great Britain/Northern Ireland/Channel Islands	Total
Apartments	1,446	0	0	0	0	0	1,446
Single-family houses	2,093	0	0	0	0	0	2,093
Apartment blocks	2,529	0	0	0	0	0	2,529
Office buildings	1,260	57	134	29	250	42	1,772
Trade buildings	901	0	14	0	0	0	915
Industrial buildings	79	0	0	0	0	0	79
Other commercially used buildings	1,873	0	0	0	127	0	2,000
Incomplete and not profitable new buildings	234	0	0	0	0	0	234
Building plots	18	0	0	0	0	0	18
Other cover <sup>1)</sup>	418	0	0	0	0	0	418
<b>Total</b>	<b>10,851</b>	<b>57</b>	<b>148</b>	<b>29</b>	<b>377</b>	<b>42</b>	<b>11,504</b>

1) Including depth of coverage of EUR 203 million (2012: EUR 145 million) and liquidity support in the amount of EUR 215 million (2012: EUR 273 million).

f) Total amount of payments outstanding at least 90 days according to country.

There were no payments outstanding by at least 90 days as at either 31 December 2013 or 31 December 2012.

g) Number of pending foreclosures and compulsory administration procedures carried out in the financial year.

There were no foreclosures or compulsory administration procedures pending as at either 31 December 2013 or 31 December 2012. No compulsory administration procedures were carried out in the 2013 financial year.

h) Acquisition of land to prevent losses.

There was no acquisition of land to prevent losses in either the 2013 or 2012 financial year.

i) Total amount of outstanding interest.

There was no outstanding interest in either the 2013 or 2012 financial year.

**19. Other liabilities.**

The most important individual components of the other liabilities item are option premiums totaling EUR 328 million (2012: EUR 369 million), distributions from silent partnership contributions amounting to EUR 292 million (2012: EUR 469 million) and taxes to be transferred amounting to EUR 161 million (2012: EUR 188 million). Most of these are liabilities from capital gains tax and sales tax self-assessment returns.

**20. Assets assigned as collateral for own liabilities.**

Assets in the amounts stated below were assigned for the following liabilities and contingent liabilities.

EUR million	31 Dec. 2013	31 Dec. 2012
Deposits from banks	37,588	39,045
Deposits from customers	8,382	14,345
Securitized liabilities	101	101
Trading liabilities	4,235	8,240
Contingent liabilities	84	76
<b>Total amount of collateral transferred</b>	<b>50,389</b>	<b>61,807</b>

**21. Subordinated liabilities.**

The subordinated liabilities were raised in the form of borrower's note loans and issues denominated in EUR, CHF, JPY and USD. EUR 330.5 million was issued in the current year. No single transaction is greater than 10% of the balance sheet item.

In the 2013 financial year EUR 97 million were repaid. EUR 1,573 million (2012: EUR 190 million) will mature within the next two years. The last subordinated liabilities will be repaid in 2041. The rate of interest ranges between 0.42% and 7.63%.

With the exception of issues with a nominal volume of EUR 0.118 million, the subordinated liabilities complied with the requirements of section 10 (5a) KWG.

In the year under review, interest expense of EUR 188 million (2012: EUR 222 million) was incurred for subordinated liabilities.

**22. Equity.**

The equity of LBBW (Bank) developed as follows in the financial year:

EUR million	
Equity as at 31 December 2012	15,360
- repayment of silent partnership contributions	- 2,057
+ capital increase	2,231
+ unappropriated profit 2013	72
<b>Equity as at 31 December 2013</b>	<b>15,606</b>

The change in equity is defined by the conversion of silent partnership contributions (silent partnership contributions EUR - 2,057 million, share capital EUR +901 million and capital reserves EUR +1,330 million).

**23. Items below the line.**

EUR million	31 Dec. 2013	31 Dec. 2012
<b>Contingent liabilities - liabilities from guarantees and warranties<sup>1)</sup></b>	<b>13,747</b>	<b>17,016</b>
of which credit default swaps	4,608	5,737
Number of individual transactions	107	165
of which from affiliates	1,169	1,735
<b>Other commitments - irrevocable loan commitments</b>	<b>22,422</b>	<b>23,837</b>
of which external loan commitments	22,422	23,837
of which delivery commitments arising from forward transactions	1,223	2,132
Borrower's note loans	40	226
Term money	4	986
Securities repurchase transactions	1,179	919
of which from affiliates	1,066	1,665

1) With regard to letters of comfort, please refer to the explanations in chapter 24.



Two individual transactions within contingent liabilities are of material importance: LBBW (Bank) guarantees the securities issue of an affiliate with EUR 550 million and a domestic company with EUR 420 million.

The following contract exists in addition to the contingent liabilities shown in the table above: Within the scope of necessary debt restructuring, a special-purpose vehicle - ICON Brickell LLC (ICON) was established in the syndicate. LBBW is an indirect participant in ICON via Yankee Properties LLC (Yankee). ICON's business purpose of selling the financed apartments has meanwhile been fulfilled. LBBW and the other ICON partners have extended a guaranty (law of the federal state of Florida) for the obligations of ICON. This is based on payment obligations and on all other covenants and undertakings of Yankee towards ICON. As a result, unlimited claims could still (i.e. until the guarantee is surrendered) be referred to LBBW.

The total volume of credit default swaps, including those for which LBBW (Bank) is the protection buyer, is shown in chapter 3 Derivatives.

The material irrevocable loan commitments are two items towards a domestic company totaling EUR 600 million and against a foreign company totaling EUR 669 million.

#### Risk assessment.

As part of its lending and guarantee business, the Bank issues loan commitments and provides its customers with guarantees, warranties and other contingent liabilities.

The potential legal claim should – if it cannot be expected with certainty on the reporting date – be reported below the line. If a claim is expected, a provision or liability must be recognized in the balance sheet and the item below the line must be reduced by this amount.

If a guarantee is drawn on, there is a risk for the Bank that its claim (for recourse) against the guarantee holder or borrower less the collateral is not valuable.

The issue of (guarantee) lines and the management of risks – especially if creditworthiness deteriorates – takes place in the Bank as part of the regulated lending process and is subject to the requirements for on-balance sheet transactions (e.g. loan transactions).

If there are valid reasons for expected claim, the Bank creates customer-specific write-downs, provided that imminent loss is expected. As a result of latent risks in (off-) balance sheet lending and guarantee transactions, the Bank creates provisioning on a portfolio basis.

The following tables show the maximum (lending) risk from the items entered into under contractual agreement.

EUR million	31 Dec. 2013	31 Dec. 2012
<b>Contingent liabilities</b>	<b>13,747</b>	<b>17,016</b>
From guarantees and warranties	13,747	17,016
Other guarantees, warranties and indemnities	6,777	8,137
Credit default swaps	4,608	5,737
Credit guarantees	1,876	2,730
Letters of credit	486	413
<b>Other obligations</b>	<b>22,422</b>	<b>23,837</b>
Placement and underwriting commitments	0	0
Irrevocable loan commitments	22,422	23,837

Contingent liabilities from warranties, guarantees and indemnities are generally noted in full. They are reduced only by cash cover and write-downs.

In the case of credit default swaps for which LBBW (Bank) is the protection seller, the Bank takes on the risk of a loan default of one or more assets by the protection buyer. LBBW (Bank) recognizes credit default swaps from the investment portfolio in the contingent liabilities item. The provisions put in place as a result of negative performance of the swaps are deducted from the volume.

All binding and as yet unutilized credit commitments are recognized below the line. Loan commitments which the Bank has the option to terminate unconditionally and without prior notice are not included. In addition to loan commitments, forward purchases of fixed-income securities, borrower's note loans and pledged transactions concluded on a forward basis which are not classified as part of the trading portfolio are recognized in this item.

#### 24. Letter of comfort

LBBW has issued a letter of comfort, which reads as follows, in favor of the wholly-owned subsidiaries Landesbank Baden-Württemberg Capital Markets Plc, London, LBBW Asset Management Investmentgesellschaft mbH, Stuttgart, BW Capital Markets Inc., New York, LBBW Dublin Management GmbH, Mainz, LBBW Luxemburg S.A., Luxembourg and SüdFactoring GmbH, Stuttgart:

»Except for political risks and for the duration of an equity investment, for the companies listed in the list of the shareholdings of LBBW, LBBW ensures that the companies are in a position to cover their liabilities, regardless of the amount of the interest held by the Bank.«

LBBW has issued a letter of comfort, which reads as follows, in favor of the wholly-owned subsidiaries BW Bank Capital Funding LLC I, Wilmington. and BW Bank Capital Funding LLC II, Wilmington:

»LBBW has issued letters of comfort in favor of BW Bank Capital Funding LLC I and BW Bank Capital Funding LLC II, which rank lower than all of LBBW's senior and subordinate liabilities, including the capital generated by profit participation certificates.«

LBBW has issued a letter of comfort, which reads as follows, in favor of the wholly-owned subsidiary EAST Portfolio s.r.o., Prague:

»As long as EAST Portfolio s.r.o. is wholly-owned by LBBW, it guarantees that EAST Portfolio s.r.o. is in a position to pay its liabilities at all times.«

#### 25. Guarantor's liability.

In its capacity as guarantor, LBBW (Bank) continues to be liable for liabilities of DekaBank Deutsche Girozentrale, Berlin and Frankfurt am Main, and LBS Landesbausparkasse Baden-Württemberg, Stuttgart and Karlsruhe, incurred until 18 July 2005, (elimination of the guarantor's liability), in certain cases depending on the time when the liabilities arose and upon their term; however, LBBW (Bank) is in no event liable as guarantor for any liabilities that have arisen after this date.

This also applies externally to the liabilities of the following credit institutions, provided that these liabilities arose during the time when LBBW was a guarantor of these credit institutions: the former Landesbank Schleswig-Holstein Girozentrale, Kiel; the former Sachsen LB Landesbank Sachsen Girozentrale, Leipzig, and the former LRP Landesbank Rheinland-Pfalz, Mainz.

LBBW (Bank) will also release the trustors and former guarantors of SachsenLB inter partes from all claims for liabilities arising from the guarantors' liability (Gewährträgerhaftung) and maintenance obligation (Anstaltslast) they have assumed for SachsenLB that are asserted against the trustors and former guarantors of SachsenLB for the first time after 31 December 2007. This applies only and insofar as and to the extent that the guarantor's liability exists due to claims by LBBW (Bank) or affiliates of LBBW (Bank) within the meaning of section 15 et seq. of the German Stock Corporation Act (Aktiengesetz – AktG) in connection with the Ormond Quay structure including one or more Castle View vehicles to the extent that these entities have assets that were originally included in the Ormond Quay portfolio (Issuer Valuation Agreement dated 6 May 2004, as amended 7 July 2005, between SachsenLB Europe Plc and Ormond Quay Funding Plc, Eden Quay Asset Limited, Ellis Quay Asset Management Limited and Merchants Quay Asset Management Limited).

LBBW (Bank) will also release the trustors and former guarantors of Sachsen LB inter partes from all claims for liabilities arising from the guarantor's liability and maintenance obligation they assumed for Sachsen LB that are asserted against the trustors and former guarantors of Sachsen LB for the first time after 31 December 2010.

#### 26. Other financial obligations.

Other financial obligations that neither appear on the balance sheet nor below the line amounted to EUR 607 million (2012: EUR 601 million) for LBBW (Bank); EUR 235 million per year thereof is accounted for by long-term rental, leasing and IT service contracts, while EUR 90 million is attributable to an obligation to contribute to Liquiditäts- und Konsortialbank GmbH, Frankfurt am Main, as well as to payment obligations in relation to company interests. An obligation to make further contributions of EUR 109 million arises from default funds with central counterparties. There are also obligations to make further contributions of EUR 174 million to the reserve fund of the Landesbanken and the Girozentralen (central savings banks).

EUR 41 million (2012: EUR 20 million) of the other financial obligations relate to affiliates.

Pursuant to section 5 (10) of the bylaws of the German Deposit Protection Fund, we undertook to indemnify the Federal Association of German Banks (Bundesverband Deutscher Banken e.V., Berlin) against any and all losses incurred by the latter as a result of assistance provided to banks that are majority-owned by Landesbank Baden-Württemberg.

The conditional obligation to make good payments on silent partnership contributions not yet made stems for the financial years 2009 to 2011 and was met with 40.80% in 2012. In 2013, current payments and the still outstanding payments (59.20% or EUR 239 million) were also taken into consideration in the income statement. In line with the contractual obligations, liabilities from the current payments and still outstanding payments will be paid in full to the creditors in the months of March to July 2014. No obligations to make good payments will remain thereafter.

## Notes on the income statement.

### 27. Net interest income.

The compounding effect for all provisions with a term of more than 12 months is reported under interest expense.

Net interest income also reports current interest income and expense in the trading portfolio. This procedure is in line with the Bank's internal controlling.

### 28. Other operating income and expenses.

EUR 51 million (2012: EUR 35 million) of other operating income is accounted for by capital gains on the sale of equity investments and shares in affiliates, as well as income from renting and leasing land and buildings. Income from refunds of expenses from third parties amounted to EUR 56 million (2012: EUR 44 million) and reversals of provisions came to EUR 213 million (2012: EUR 33 million). Other operating income totaled EUR 33 million (2012: EUR 30 million).

Other operating expenses essentially comprised allocations to provisions of EUR 200 million (2012: EUR 192 million). Expenses for non-banking business consist of operating expenses amounting to EUR 33 million (2012: 19 million), expenses for land and buildings of EUR 25 million (2012: EUR 16 million) and of staff costs for employees seconded to third parties totaling EUR 20 million (2012: EUR 18 million). Cafeteria expenses amount to EUR 9 million (2012: EUR 9 million).

### 29. Auditors' fee.

The total amount of auditors' fees in accordance with section 285 sentence 1 no. 17 HGB was not reported, since these amounts are disclosed in the consolidated financial statements of Landesbank Baden-Württemberg, Stuttgart, Karlsruhe, Mannheim, and Mainz includes this amount.

### 30. Extraordinary result.

The positive extraordinary result of EUR 23 million (2012: EUR - 21 million) comprises extraordinary income in the amount of EUR 52 million and extraordinary expenditure of EUR 29 million.

Extraordinary income represents in full reversals of provisions for restructuring expenses, essentially from IT projects amounting to EUR 14 million and from personnel measures of EUR 38 million. Extraordinary expenditure mainly includes appropriations to provisions for pensions arising from the BilMoG conversion in the amount of EUR 27 million.

### 31. Taxes on income.

Periodic tax expense of EUR - 18 million (2012: EUR 5 million income) is mainly attributable to expenses from corporation tax and trade tax. Non-periodic tax expense of EUR - 59 million (2012: EUR 43 million income) was reported in the 2013 financial year, essentially due to capital gains tax from previous years. This is offset in particular by tax income from the reversal of tax provisions.

Hence, tax expense totaling EUR - 77 million (2012: EUR 51 million income) was reported.

### 32. Breakdown of income according to geographic markets.

The total amount from the income statement items

- interest income,
- current income from shares and other non-fixed-income securities, equity investments and shares in affiliates,
- fee and commission income,
- net income from the trading portfolio and
- other operating income

is distributed across the geographical markets below as follows:

EUR million	31 Dec. 2013	31 Dec. 2012
Federal Republic of Germany	20,252	36,020
Europe (EU states excluding Germany)	500	1,121
Asia	53	87
America	167	221
<b>Total</b>	<b>20,971</b>	<b>37,449</b>

### 33. Administrative and intermediary services.

Services provided to third parties relate primarily to the administration of securities accounts, trustee loans, equity investments, and of investment and real estate investment funds.

During the financial year, fee and commission income of EUR 15 million was collected that is attributable to the 2012 period.

## Other information.

### 34. Off-balance-sheet transactions.

For off-balance-sheet transactions the type and purpose as well as risks and benefits of transactions not appearing in the balance sheet are to be stated in as much as this is necessary for assessment of the financial situation. These include all, not only pending transactions, which are not included in the commercial balance sheet from the outset, or which may result in the permanent removal of assets or debts from the commercial balance sheet.

#### Revocable loan commitments.

The granting of overdraft facilities that can be terminated by the Bank at any time allows customers to overdraw their checking accounts within the scope of the loan commitment, without generally having to provide collateral. The Bank itself benefits from this product, which is standardized and customary for the market, through higher interest income if the commitment is utilized or exceeded by the customer. At the same time, however, there are risks arising from a deterioration in the financial situation of the borrower. At the end of the year, there were revocable loan commitments amounting to EUR 21 billion, which do not have to be reported either on the balance sheet or below the line.

#### Special-purpose entities/securitizations.

LBBW (Bank) has business relationships with various special-purpose entities following different business models. These business relationships are all accounted for on the balance sheet (receivables, securities, write-downs, interest deferrals, valuations) or in the form of other obligations in the financial statements.

The purchase of trading and leasing receivables by special-purpose entities serves primarily to finance SMEs. The special-purpose entities obtain their funding by issuing asset backed commercial paper (ABCP), among other sources. LBBW (Bank) provides these special-purpose entities with loans and liquidity lines.

Other special-purpose entities invest in (securitized) securities. LBBW (Bank) assumes risks by funding the companies through commercial paper, loans and securities repurchase transaction and by providing liquidity lines. LBBW (Bank) concluded some derivatives transactions with the special-purpose entities.

The transactions with special-purpose entities are subject to risks (such as credit and market risks) that could lead to write-downs in the future.

### 35. Distribution block.

In accordance with section 268 (8) HGB, a distribution block applies in connection with the option to recognize internally generated intangible assets held as long-term investments, the option to recognize deferred tax assets and the obligation for fair value measurement of pension-related assets.

Landesbank Baden-Württemberg reported distribution-blocked amounts totaling EUR 1 million on the balance sheet in the 2013 financial year (2012: EUR 1 million).

### 36. List of shareholdings.

In the annual financial statements as at 31 December 2013, and pursuant to section 285 no. 11 HGB, Landesbank Baden- Württemberg lists the shareholdings with details pursuant to section 285 no. 11a HGB in the Notes.

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
<b>I. Companies included in the consolidated financial statements</b>						
<b>a. Fully consolidated subsidiaries</b>						
Alpha Real Estate (Luxembourg) S.à.r.l. <sup>1) 14)</sup>	Luxembourg, Luxembourg	100.00		EUR	- 18.53	20.26
ALVG Anlagenvermietung GmbH <sup>1) 4a)</sup>	Stuttgart	100.00		EUR	19,000.00	0.00
Austria Beteiligungsgesellschaft mbH <sup>14)</sup>	Stuttgart	66.67		EUR	35,458.65	108.05
Bahnhofplatz Objekt-GmbH & Co. KG <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	13,441.51	0.00
Bahnhofplatz Objektverwaltungs-GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	13.77	0.08
Bahnhofplatz-Gesellschaft Stuttgart AG <sup>1) 4a) 14)</sup>	Stuttgart	93.22		EUR	4,452.44	0.00
Bauwerk-Stuttgart GmbH <sup>1) 14)</sup>	Stuttgart	75.00		EUR	- 923.74	- 467.42
BETA REAL ESTATE (Luxembourg) S.à.r.l. <sup>1) 14)</sup>	Luxembourg, Luxembourg	100.00		EUR	2.18	- 5.75
BW Bank Capital Funding LLC I <sup>1) 3) 14)</sup>	Wilmington, New Castle County, USA	100.00		EUR	50,004.00	2,096.66
BW Bank Capital Funding LLC II <sup>1) 3) 14)</sup>	Wilmington, New Castle County, USA	100.00		EUR	50,003.00	2,172.56
BW Bank Capital Funding Trust I <sup>1)</sup>	Wilmington, New Castle County, USA	0.00	100.00		n.a.	n.a.
BW Bank Capital Funding Trust II <sup>1)</sup>	Wilmington, New Castle County, USA	0.00	100.00		n.a.	n.a.
BW Capital Markets Inc. <sup>3) 14)</sup>	Wilmington, New Castle County, USA	100.00		USD	4,049.48	2,290.32
BW-Immobilien GmbH <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	3,200.07	0.00
CFH Beteiligungsgesellschaft mbH <sup>1) 14)</sup>	Leipzig	100.00		EUR	96,761.66	4,575.62
Château de Beggen Participations S.A. <sup>1) 14)</sup>	Luxembourg, Luxembourg	100.00		EUR	- 26.01	- 63.91
Dritte Industriehof Objekt-GmbH & Co. KG <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	701.91	0.00
EAST Portfolio s.r.o. <sup>3b)</sup>	Prague 1, Czech Republic	100.00			n.a.	n.a.
Employrion Komplementär GmbH <sup>1) 14)</sup>	Weil	100.00		EUR	27.15	0.40
Entwicklungsgesellschaft Grunewaldstraße 61-62 mbH & Co. KG <sup>1) 14)</sup>	Stuttgart	94.84	94.90	EUR	- 3,591.70	1,219.30
Entwicklungsgesellschaft Umlandstraße 187 GmbH & Co. KG <sup>1) 14)</sup>	Stuttgart	94.90		EUR	- 2,842.83	- 225.25
Erste IMBW Capital & Consulting Komplementär GmbH <sup>1) 14)</sup>	Weil	100.00		EUR	26.04	- 0.70
Erste Industriehof Objekt-GmbH & Co. KG <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	67.33	0.00
EuroCityCenterWest GmbH & Co. KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 15,215.99	- 1,194.86
EuroCityCenterWest Verwaltungs-GmbH <sup>1) 14)</sup>	Stuttgart	94.80		EUR	34.80	0.21
FOM/LEG Verwaltungs GmbH <sup>1) 14)</sup>	Heidelberg	50.00		EUR	11.75	- 15.09
Fünfte Industriehof Objekt-GmbH & Co. KG <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	634.23	0.00
Gewerbepark Königstraße Kaiserslautern GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	79.19	- 13.93
Grundstücksgesellschaft Einkaufszentrum Haerder-Center Lübeck mbH & Co. KG <sup>1) 14)</sup>	Stuttgart	94.00		EUR	- 23,226.94	- 643.72
Grunewaldstraße 61 - 62 GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	26.64	0.88
IMBW Capital & Consulting GmbH <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	250.00	0.00
Immobilienvermittlung BW GmbH <sup>14)</sup>	Stuttgart	100.00		EUR	3,349.29	849.29
Industriehof Objektverwaltungs-GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	35.88	- 0.58
Industriehof-Aktiengesellschaft <sup>1) 4a) 14)</sup>	Stuttgart	93.63		EUR	23,281.64	0.00
IRP Immobilien-Gesellschaft Rheinland-Pfalz mbH <sup>1) 14)</sup>	Mainz	51.41		EUR	186.13	- 432.34
John Deere Leasing GmbH <sup>1)</sup>	Mannheim	100.00		EUR	578.97	210.97
Kiesel Finance Management GmbH <sup>1)</sup>	Baienfurt	90.00		EUR	31.61	2.11
Kommunalbau Rheinland-Pfalz GmbH <sup>1) 14)</sup>	Mainz	51.40		EUR	941.51	- 257.08
Landesbank Baden-Württemberg Capital Markets Plc <sup>3) 14)</sup>	London, Great Britain	100.00		EUR	5,867.00	173.00
LBBW Asset Management Investmentgesellschaft mbH <sup>3) 14)</sup>	Stuttgart	100.00		EUR	30,448.42	10,678.35
LBBW Bank CZ a.s. <sup>14)</sup>	Prague 5, Czech Republic	100.00		CZK	101,253.10	2,733.58
LBBW Dublin Management GmbH <sup>3) 4) 14)</sup>	Mainz	100.00		EUR	20,845.91	0.00
LBBW Grundstücksverwaltungsgesellschaft mbH & Co. KG Objekt am Pariser Platz Stuttgart <sup>14)</sup>	Stuttgart	100.00		EUR	57,317.26	792.79
LBBW Immobilien Capital Fischertor GmbH & Co. KG <sup>1) 14)</sup>	Munich	93.98	94.00	EUR	- 5,167.84	- 40.75
LBBW Immobilien Capital GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 2,844.54	11.65
LBBW Immobilien Development GmbH <sup>1) 4a) 14)</sup>	Stuttgart	94.90		EUR	15,783.69	0.00
LBBW Immobilien GmbH & Co. Beteiligung KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	62,279.89	1,756.90
LBBW Immobilien Kommunalentwicklung GmbH <sup>1) 4a) 14)</sup>	Stuttgart	81.62		EUR	2,016.51	0.00

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
LBBW Immobilien Luxembourg S. A. <sup>1) 14)</sup>	Luxembourg, Luxembourg	100.00		EUR	- 75,858.79	- 387.09
LBBW Immobilien Management Gewerbe GmbH <sup>1) 4a) 14)</sup>	Stuttgart	94.90		EUR	3,303.97	0.00
LBBW Immobilien Management GmbH <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	425,694.37	0.00
LBBW Immobilien Romania S.R.L. <sup>1) 14)</sup>	Bucharest, Romania	100.00		EUR	- 24,061.44	- 2,955.61
LBBW Immobilien Versicherungsvermittlung GmbH <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	25.00	0.00
LBBW Immobilien-Holding GmbH <sup>4) 14)</sup>	Stuttgart	100.00		EUR	959,050.54	0.00
LBBW Leasing GmbH <sup>4) 14)</sup>	Mannheim	100.00		EUR	266,088.54	0.00
LBBW Luxemburg S.A. <sup>3) 14)</sup>	Munsbach, Luxembourg	100.00		EUR	315,639.00	9,125.00
LBBW Service GmbH <sup>4) 14)</sup>	Stuttgart	100.00		EUR	25.00	0.00
LBBW Spezialprodukte-Holding GmbH <sup>4) 14)</sup>	Stuttgart	100.00		EUR	101,871.73	0.00
LBBW US Real Estate Investment LLC <sup>14)</sup>	Wilmington, Delaware, USA	100.00		USD	39,955.89	132.36
LBBW Venture Capital Gesellschaft mit beschränkter Haftung <sup>14)</sup>	Stuttgart	100.00		EUR	29,894.13	1,481.70
LEG Baden-Württemberg Verwaltungs-GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	24.68	- 0.29
LEG Projektgesellschaft 2 GmbH & Co. KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	5,004.54	6,419.38
LEG Projektgesellschaft 4 GmbH & Co. KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 44,618.22	484.76
LEG Verwaltungsgesellschaft 2 mbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	27.71	0.20
LOOP GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 55.90	- 185.77
LRP Capital GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	15,386.91	1,386.91
Mannheim O 4 Projektgesellschaft mbH & Co. KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 163.51	- 150.57
MANUKA Grundstücks-Verwaltungsgesellschaft mbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	56.92	- 1.52
MKB Mittelrheinische Bank Gesellschaft mit beschränkter Haftung <sup>14)</sup>	Koblenz	100.00		EUR	47,458.48	6,094.70
MKB Versicherungsdienst GmbH <sup>1) 4a) 14)</sup>	Koblenz	100.00		EUR	27.05	0.00
MMV Leasing Gesellschaft mit beschränkter Haftung <sup>1) 4a) 14)</sup>	Koblenz	100.00		EUR	21,000.00	0.00
MMV-Mobilien Verwaltungs- und Vermietungsgesellschaft mbH <sup>1) 4a) 14)</sup>	Koblenz	100.00		EUR	26.00	0.00
Nagatino Property S.à.r.l. <sup>1) 14)</sup>	Luxembourg, Luxembourg	100.00		EUR	- 27,906.64	10,443.86
Parc Helfent Participations S.A. <sup>1) 14)</sup>	Luxembourg, Luxembourg	100.00		EUR	976.52	- 69.24
Projekt 20 Verwaltungs GmbH <sup>1) 14)</sup>	Munich	100.00		EUR	33.12	1.65
Projektgesellschaft Bockenheimer Landstraße 33- 35, GmbH & Co. KG i. L. <sup>1) 14)</sup>	Stuttgart	94.00	50.00	EUR	- 389.15	515.79
Rebstockpark 7.1 Entwicklungsgesellschaft mbH & Co. KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 45.47	242.38
Rheinpromenade Mainz GmbH & Co. KG <sup>1)</sup>	Stuttgart	100.00			n.a.	n.a.
Schlossgartenbau Objekt-GmbH & Co. KG <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	18,548.97	0.00
Schlossgartenbau Objektverwaltungs-GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	11.71	0.07
Schlossgartenbau-Aktiengesellschaft <sup>1) 4a) 14)</sup>	Stuttgart	92.68		EUR	6,592.42	0.00
Schockenried GmbH & Co. KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 4,150.95	- 8.51
Schockenriedverwaltungs GmbH <sup>1) 14)</sup>	Stuttgart	94.80		EUR	25.78	0.34
Sechste Industriehof Objekt-GmbH & Co. KG <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	287.71	0.00
SG Management GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	9,281.95	1,643.72
SCB - Hotel GmbH & Co. KG <sup>1) 14)</sup>	Stuttgart	100.00		EUR	- 1,346.76	- 84.85
SLN Maschinen-Leasing Verwaltungs-GmbH <sup>1)</sup>	Stuttgart	100.00		EUR	1,180.63	141.31
SLP Mobilien-Leasing Verwaltungs-GmbH <sup>1)</sup>	Mannheim	100.00		EUR	5,370.98	196.41
Süd Beteiligungen GmbH <sup>14)</sup>	Stuttgart	100.00		EUR	340,797.13	80,813.44
Süd KB Unternehmensbeteiligungsgesellschaft mbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	48,108.67	- 611.92
SüdFactoring GmbH <sup>3) 4) 14)</sup>	Stuttgart	100.00		EUR	70,000.00	0.00
Süd-Kapitalbeteiligungs-Gesellschaft mbH <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	88,981.87	0.00
SüdLeasing GmbH <sup>2) 4a) 14)</sup>	Stuttgart	100.00		EUR	32,085.00	0.00
Turtle Beteiligungs-Ehningen II GmbH <sup>1) 14)</sup>	Frankfurt am Main	100.00		EUR	26.48	0.60
Turtle Beteiligungs-Hannover-City GmbH <sup>1) 14)</sup>	Frankfurt am Main	100.00		EUR	7.62	- 3.12
Turtle Beteiligungs-Portfolio GmbH <sup>1) 14)</sup>	Frankfurt am Main	100.00		EUR	15.16	- 1.93
Turtle Ehningen II GmbH & Co. KG <sup>1) 14)</sup>	Frankfurt am Main	100.00		EUR	- 42.02	- 4.89
Turtle Portfolio GmbH & Co. KG <sup>1) 14)</sup>	Frankfurt am Main	100.00		EUR	- 43,517.65	- 3,004.20
Turtle 1. Verwaltungs-GmbH <sup>1) 14)</sup>	Frankfurt am Main	100.00		EUR	43.96	1.37
Uhlandstraße 187 GmbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	26.06	1.09
Vermietungs- und Verwaltungsgesellschaft Sendlinger Straße GmbH & Co. KG <sup>1) 3a) 14)</sup>	Stuttgart	99.00		EUR	- 35,227.02	17,773.67
Vermietungs- und Verwaltungsgesellschaft Sendlinger Straße mbH <sup>1) 14)</sup>	Stuttgart	100.00		EUR	20.39	- 1.15
Vierte Industriehof Objekt-GmbH & Co. KG <sup>1) 4a) 14)</sup>	Stuttgart	100.00		EUR	1,176.78	0.00



Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
VVS II GmbH & Co. KG <sup>(1) 3a) 14)</sup>	Stuttgart	99.00		EUR	- 4,103.53	- 500.23
VVS II Verwaltungs-GmbH <sup>(1) 14)</sup>	Stuttgart	100.00		EUR	17.65	- 1.00
VVS III GmbH & Co. KG <sup>(1) 3a) 14)</sup>	Stuttgart	99.00		EUR	- 6,338.56	- 1,304.72
VVS III Verwaltungs-GmbH <sup>(1) 14)</sup>	Stuttgart	100.00		EUR	17.10	- 1.00
Zorilla Mobilien-Leasing GmbH <sup>(1)</sup>	Mannheim	100.00		EUR	59.61	- 3.21
Zweite IMBW Capital & Consulting Komplementär GmbH <sup>(1) 14)</sup>	Stuttgart	100.00		EUR	22.57	- 1.27
Zweite Industriefabrik Objekt-GmbH & Co. KG <sup>(1) 4a) 14)</sup>	Stuttgart	100.00		EUR	19,825.72	0.00
Zweite LBBW US Real Estate GmbH <sup>(14)</sup>	Leipzig	100.00		EUR	51,545.60	3,544.91
<b>b. Fully consolidated subsidiaries (SIC 12)</b>						
aiP Gärtnerplatz GmbH & Co. KG <sup>(1) 14)</sup>	Oberhaching	45.00	50.00	EUR	- 16,099.44	- 2,916.15
aiP Isarauen GmbH & Co. KG <sup>(1) 3a) 14)</sup>	Oberhaching	45.00	50.00	EUR	- 615.64	- 33.24
Employrion Immobilien GmbH & Co. KG <sup>(1) 14)</sup>	Weil	35.00	50.00	EUR	714.75	2,316.97
Erste IMBW Capital & Consulting Objektgesellschaft mbH & Co. KG <sup>(1) 14)</sup>	Weil	40.00	50.00	EUR	- 19,096.37	- 2,164.26
FOM/LEG Generalübernehmer GmbH & Co. KG <sup>(1) 14)</sup>	Heidelberg	50.00		EUR	- 8,698.80	- 136.44
Georges Quay Funding I Limited <sup>(14)</sup>	Dublin 1, Ireland			EUR	9.64	0.41
Grundstücksgesellschaft Einkaufszentrum Kröpeliner-Tor-Center Rostock mbH & Co. KG <sup>(1) 14)</sup>	Berlin	39.94	50.00	EUR	- 8,557.85	- 244.73
Humboldt Multi Invest B SICAV-FIS Sachsen LB Depot A <sup>(10)</sup>	Luxembourg, Luxembourg	99.99		EUR	43,734.67	- 2,431.96
Kyma Grundstücksverwaltungsgesellschaft mbH & Co. Objekt Löhr's Carré KG <sup>(14)</sup>	Haar	2.50	0.00	EUR	- 2,410.40	4,237.09
LAAM-Fonds I (LAAM Subtrust I) <sup>(14)</sup>	George Town, Cayman Islands	100.00	0.00	EUR	84,798.39	- 2,190.22
LAAM-Fonds II <sup>(14)</sup>	George Town, Cayman Islands	100.00	0.00	EUR	87,302.05	917.90
LAAM-Fonds XI <sup>(14)</sup>	George Town, Cayman Islands	100.00	0.00	EUR	47,226.75	1,038.62
Parcul Banatului SRL <sup>(1) 14)</sup>	Bucharest, Romania	50.00		EUR	- 18,200.40	- 3,670.59
Spencerview Asset Management Ltd. <sup>(14)</sup>	Dublin 2, Ireland			EUR	1.32	0.32
Turtle Vermögensverwaltungs-GmbH & Co. KG <sup>(1) 14)</sup>	Frankfurt am Main	49.00	50.00	EUR	- 90.34	59.05
<b>2. Joint ventures accounted for using the equity method</b>						
ARGE ParkQuartier Berg <sup>(1) 14)</sup>	Stuttgart	50.00		EUR	- 735.50	- 1,210.85
Bad Kreuznacher Entwicklungsgesellschaft mbH (BKEG) <sup>(1) 14)</sup>	Bad Kreuznach	50.00		EUR	- 23.62	525.60
LHI Leasing GmbH <sup>(1) 14)</sup>	Pullach i. Isartal	51.00		EUR	48,750.03	6,057.79
TCD LEG/FOM GbR <sup>(1) 14)</sup>	Stuttgart	50.00		EUR	189.80	0.82
<b>3. Associates accounted for using the equity method</b>						
Altstadt-Palais Immobilien GmbH & Co. KG <sup>(1) 14)</sup>	Weil	40.00	50.00	EUR	- 495.46	- 111.11
Bauland Krufft Süd GmbH <sup>(1) 8)</sup>	Mainz	51.00		EUR	- 1,161.35	- 130.15
BWK GmbH Unternehmensbeteiligungsgesellschaft <sup>(1) 5) 14)</sup>	Stuttgart	55.00		EUR	260,047.33	44,474.44
EGH Entwicklungsgesellschaft Heidelberg GmbH & Co. KG <sup>(1) 14)</sup>	Heidelberg	33.33		EUR	807.78	- 202.83
EGH Projektgesellschaft Heidelberg GmbH <sup>(14)</sup>	Heidelberg	0.00		EUR	33.72	1.58
SGB - Hotel - Verwaltung GmbH <sup>(1) 14)</sup>	Stuttgart	50.00		EUR	12.57	16.55
Vorarlberger Landes- und Hypothekenbank AG <sup>(1) 14)</sup>	Bregenz, Austria	23.97		EUR	730,928.25	99,259.51
<b>II. Companies not included in the consolidated financial statements due to being of minor influence.</b>						
<b>1.1. Subsidiaries not included</b>						
aiP Gärtnerplatz Verwaltungs GmbH <sup>(1) 14)</sup>	Oberhaching	100.00		EUR	21.82	- 0.11
aiP Hirschgarten 1 Verwaltungs GmbH <sup>(1) 14)</sup>	Oberhaching	100.00		EUR	28.75	0.81
aiP Isarauen Verwaltungs GmbH <sup>(1) 14)</sup>	Oberhaching	100.00		EUR	24.39	0.19
B. & C. Leasing GmbH & Co. KG <sup>(1) 14)</sup>	Mannheim	0.00	75.00	EUR	1,737.53	15.62
Baden-Württembergische Equity Gesellschaft mit beschränkter Haftung <sup>(14)</sup>	Stuttgart	100.00		EUR	997.15	184.49
Britta Grundstücksverwaltungsgesellschaft mbH <sup>(1) 4a) 14)</sup>	Mannheim	100.00		EUR	25.56	0.00
BW Leasing GmbH & Co. KG <sup>(1) 14)</sup>	Mannheim	100.00		EUR	112.90	- 27.55
CARGO SL Mobilien-Leasing GmbH & Co. KG <sup>(1) 14)</sup>	Mannheim	0.00	75.00	EUR	475.56	70.19
cellent AG <sup>(1) 15)</sup>	Vienna, Austria	100.00		EUR	3,958.00	520.16
cellent AG <sup>(14)</sup>	Stuttgart	100.00		EUR	13,087.59	30.60
Cellent Finance Solutions GmbH <sup>(14)</sup>	Stuttgart	100.00		EUR	1,998.43	741.39
cellent Mittelstandsberatung GmbH <sup>(1) 14)</sup>	Böblingen	100.00		EUR	1,818.68	189.05
Centro Alemán de Industria y Comercio de México S.de R.L.de C.V. <sup>(2) 14)</sup>	México, D. F., Mexico	100.00		MXN	- 10,962.19	2,195.26
DBW Advanced Fiber Technologies GmbH <sup>(1) 14)</sup>	Bovenden	100.00		EUR	27,322.18	3,041.23
DBW Automotive Components Shanghai Co., Ltd. <sup>(1) 14)</sup>	Shanghai, China	80.00		CNY	783.85	228.39
DBW Fiber Corporation <sup>(1) 14)</sup>	Summerville, SC 29483, USA	100.00		USD	1,536.11	299.60

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
DBW Holding GmbH <sup>1)14)</sup>	Bovenden	99.16	94.64	EUR	22,061.11	- 9.93
DBW Hungary KFT <sup>1)14)</sup>	Tapolca, Hungary	100.00		HUF	3,249.16	1,872.33
DBW Ibérica Industria Automoción, S.A. <sup>1)14)</sup>	Vall d'Uxo Castellón, Spain	100.00		EUR	749.08	64.52
DBW Japan Ltd. <sup>1)14)</sup>	Tokyo, Japan	100.00		JPY	89.57	22.12
DBW Kaliningrad O.O.O. <sup>1)14)</sup>	Kaliningrad, Russia	99.00		RUB	- 46.71	- 54.70
DBW Metallverarbeitung GmbH <sup>1)4a)14)</sup>	Ueckermünde	100.00		EUR	1,233.88	0.00
DBW Polska Sp.z. o.o. <sup>1)14)</sup>	Cigacice, Poland	100.00		PLN	2,579.38	681.06
DBW-Fiber-Neuhaus GmbH <sup>1)4a)14)</sup>	Neuhaus am Rennweg	100.00		EUR	3,000.00	0.00
Dritte LBBW US Real Estate GmbH <sup>14)</sup>	Leipzig	100.00		EUR	2,198.37	1,164.90
Euro Leasing AG <sup>1)6)</sup>	Luxembourg, Luxembourg	100.00		EUR	162.39	- 0.31
Finclusive Alfmeier Leasing Services GmbH & Co. KG i.L. <sup>1)14)</sup>	Mannheim	100.00		EUR	67.13	12.26
FIRKO Betreuungs GmbH <sup>1)14)</sup>	Leipzig	100.00		EUR	484.26	35.67
FIRKO Betreuungs GmbH & Co. Windpark Zaulsdorf KG <sup>14)</sup>	Leipzig	100.00		EUR	130.56	87.91
FLANTIR PROPERTIES LIMITED <sup>1)14)</sup>	Nicosia, Cyprus	100.00		RUB	- 15,208.16	- 1,256.44
Franca Grundstücksverwaltungsgesellschaft mbH <sup>1)4a)14)</sup>	Mannheim	100.00		EUR	525.81	0.00
Franca Grundstücksverwaltungsgesellschaft mbH & Co. Immobilien KG <sup>8)</sup>	Mannheim	100.00		EUR	2,334.79	- 2.02
FRONTWORX Informationstechnologie AG <sup>1)14)</sup>	Vienna, Austria	100.00		EUR	- 774.50	- 191.00
German Centre for Industry and Trade Beijing Co., Ltd. <sup>14)</sup>	Beijing, China	100.00		CNY	2,089.96	382.23
German Centre for Industry and Trade GmbH, Beteiligungsgesellschaft <sup>4)14)</sup>	Stuttgart	100.00		EUR	3,942.99	0.00
German Centre for Industry and Trade Pte. Ltd. Singapore <sup>1)14)</sup>	Singapore, Singapore	100.00		SGD	14,212.54	2,110.61
Gmeinder Lokomotivenfabrik GmbH i.L. <sup>1)8)</sup>	Mosbach	90.00		EUR	306.00	- 641.00
Grundstücks-, Vermögens- und Verwaltungs-GbR 41, Leinfelden/Echterdingen <sup>1)14)</sup>	Stuttgart	57.91		EUR	24,980.34	- 642.36
GVZ NORD PLANT GmbH <sup>1)14)</sup>	Leipzig	100.00		EUR	18.07	- 66.22
Haerder-Center Lübeck Verwaltungsgesellschaft mbH <sup>1)14)</sup>	Stuttgart	100.00		EUR	30.51	1.12
Heureka Mobilien-Leasing GmbH <sup>1)3a)8)</sup>	Mannheim	100.00		EUR	- 1,075.47	- 565.22
HÜCO Circuit Technology GmbH i.L. <sup>1)8)</sup>	Espelkamp	90.00		EUR	113.41	12.92
Hüco electronic GmbH <sup>1)4a)7)</sup>	Espelkamp	90.00		EUR	3,333.39	0.00
Ina Grundstücksverwaltungsgesellschaft mbH i. L. <sup>1)14)</sup>	Mannheim	100.00		EUR	6.54	2.12
Iris Grundstücksverwaltungsgesellschaft mbH i. L. <sup>1)14)</sup>	Mannheim	100.00		EUR	6.60	2.19
Karin Mobilien-Leasing GmbH i.L. <sup>1)14)</sup>	Mannheim	100.00		EUR	884.31	3.00
KB Projekt GmbH <sup>1)14)</sup>	Mainz	100.00		EUR	1.78	- 23.81
Kiesel Finance GmbH & Co. KG <sup>1)14)</sup>	Baienfurt	0.00	75.00	EUR	352.93	- 187.54
Kröpeliner-Tor-Center Rostock Verwaltungsgesellschaft mbH <sup>1)14)</sup>	Berlin	100.00		EUR	18.49	1.80
KURIMA Grundstücksverwaltungsgesellschaft mbH & Co. KG <sup>1)14)</sup>	Grünwald	1.00	84.00	EUR	- 1.90	- 6.62
LA electronic Holding GmbH <sup>1)8)</sup>	Espelkamp	100.00		EUR	- 11,349.61	- 843.93
Laurus Grundstücksverwaltungsgesellschaft mbH <sup>1)14)</sup>	Mannheim	100.00		EUR	1,621.62	- 12.67
LBBW Equity Partners GmbH & Co. KG <sup>14)</sup>	Munich	100.00		EUR	1,735.35	62.93
LBBW Equity Partners Verwaltungs GmbH <sup>14)</sup>	Munich	100.00		EUR	16.71	0.22
LBBW Gastro Event GmbH <sup>4)14)</sup>	Stuttgart	100.00		EUR	130.00	0.00
LBBW Grundstücksverwaltungsgesellschaft mbH <sup>4)14)</sup>	Stuttgart	100.00		EUR	25.99	0.00
LBBW Grundstücksverwaltungsgesellschaft mbH & Co. OHG Objekt Am Hauptbahnhof Stuttgart <sup>14)</sup>	Stuttgart	100.00		EUR	- 118,231.86	3,111.24
LBBW GVZ Entwicklungsgesellschaft Leipzig mbH <sup>14)</sup>	Leipzig	100.00		EUR	2,522.82	397.96
LBBW México <sup>2)14)</sup>	México, Mexico	100.00		MXN	2,901.02	423.32
LBBW Pensionsmanagement GmbH <sup>4)14)</sup>	Stuttgart	100.00		EUR	25.00	0.00
LBBW Representative Office Sao Paulo Ltda. <sup>2)14)</sup>	Itaim-Bibi/Sao Paulo, Brazil	100.00		BRL	124.01	- 11.42
LBBW (Schweiz) AG <sup>14)</sup>	Zurich, Switzerland	100.00		CHF	12,005.98	82.52
LBBW Trust GmbH i.L. <sup>12)</sup>	Stuttgart	100.00		EUR	2,792.60	- 16.50
LBBW Verwaltungsgesellschaft Leipzig mbH <sup>1)14)</sup>	Leipzig	100.00		EUR	37.86	- 5.25
LBBW Verwaltungsgesellschaft Leipzig mbH & Co. Parking KG <sup>14)</sup>	Leipzig	100.00		EUR	369.87	76.92
LBBW Verwaltungsgesellschaft Leipzig mbH & Co. REKIM KG <sup>14)</sup>	Leipzig	100.00		EUR	8,504.09	178.18
LEG Osiris 4 GmbH <sup>1)14)</sup>	Stuttgart	100.00		EUR	34.59	- 0.88
LEG Osiris 5 GmbH <sup>1)14)</sup>	Stuttgart	100.00		EUR	19.22	- 0.92
LEG Verwaltungsgesellschaft 4 mbH <sup>1)14)</sup>	Stuttgart	100.00		EUR	27.43	0.77
LG Grundstücksanlagen-Gesellschaft mbH <sup>14)</sup>	Stuttgart	100.00		EUR	0.03	0.00
LGZ-Anlagen-Gesellschaft mit beschränkter Haftung <sup>4)14)</sup>	Mainz	100.00		EUR	110.00	0.00
L-Immobilien GmbH <sup>4)14)</sup>	Mannheim	100.00		EUR	180.95	0.00
LLC German Centre for Industry and Trade <sup>14)</sup>	Moscow, Russia	100.00		RUB	1,763.95	- 300.52

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
LRI Support Personenvereinigung <sup>2)</sup>	Luxembourg, Luxembourg	100.00			n.a.	n.a.
Mannheim O4 Verwaltungsgesellschaft mbH <sup>1)14)</sup>	Stuttgart	100.00		EUR	27.16	0.27
MDL Mitteldeutsche Leasing GmbH <sup>1)14)</sup>	Leipzig	100.00		EUR	- 21,075.23	- 292.32
MLP Leasing GmbH & Co. KG i.L. <sup>1)14)</sup>	Mannheim	100.00		EUR	- 19.73	- 0.74
MLP Verwaltungs GmbH <sup>1)14)</sup>	Mannheim	100.00		EUR	117.57	- 0.17
MLS GmbH & Co. KG <sup>1)14)</sup>	Mannheim	100.00		EUR	3.50	275.62
MMV-Mittelrheinische Leasing Gesellschaft mit beschränkter Haftung <sup>1)4a)8)</sup>	Koblenz	100.00		EUR	26.43	0.00
Palmsche Park GbR Esslingen <sup>1)14)</sup>	Stuttgart	93.91	50.00	EUR	- 392.47	- 392.47
Pollux Vierte Beteiligungsgesellschaft mbH <sup>14)</sup>	Stuttgart	100.00		EUR	4,968.50	- 31.73
Radon Verwaltungs-GmbH <sup>14)</sup>	Stuttgart	100.00		EUR	20,090.15	- 656.20
Remseck Grundstücksverwaltungsgesellschaft mbH in Stuttgart <sup>1)4a)14)</sup>	Stuttgart	100.00		EUR	26.00	0.00
Rheinpromenade Mainz Komplementär GmbH <sup>1)</sup>	Stuttgart	100.00			n.a.	n.a.
Rhenus Mobilien GmbH & Co KG <sup>1)14)</sup>	Holzwickede	0.00	51.00	EUR	2,850.00	2,691.46
Rhenus Mobilien II GmbH & Co. KG <sup>1)14)</sup>	Holzwickede	0.00	51.00	EUR	1,940.79	1,685.16
Rhin-Neckar S.A. <sup>14)</sup>	Munsbach, Luxembourg	100.00		EUR	192.44	- 112.10
Sachsen LB FIRKO Betreuungs GmbH & Co. Windpark Reichenbach KG <sup>2)14)</sup>	Leipzig	96.54	97.24	EUR	1,822.93	810.39
Sachsen V.C. GmbH & Co. KG <sup>1)14)</sup>	Leipzig	75.19		EUR	1,731.37	- 794.83
Sachsen V.C. Verwaltungsgesellschaft mbH <sup>1)14)</sup>	Leipzig	100.00		EUR	15.96	- 2.27
SachsenFonds International Equity Holding I GmbH <sup>1)14)</sup>	Aschheim-Dornach	100.00		EUR	2,948.83	- 105.24
SachsenFonds International Equity I GmbH & Co. KG <sup>1)8)</sup>	Leipzig	96.15		EUR	11,601.22	1,901.12
SBF Sächsische Beteiligungsfonds GmbH <sup>1)14)</sup>	Leipzig	100.00		EUR	304.66	405.83
SBG – BW GmbH <sup>1)8)</sup>	Stuttgart	100.00		EUR	2,578.69	927.71
Schmidt W & K Leasing GmbH & Co. KG i.L. <sup>1)14)</sup>	Mannheim	100.00		EUR	- 37.29	9.93
SDD Holding GmbH <sup>1)8)</sup>	Stuttgart	100.00		EUR	- 3,197.28	- 18.05
SDT – Stanz und Dämmtechnik GmbH <sup>1)4a)8)</sup>	Berga	100.00		EUR	138.40	0.00
SKH Beteiligungs Holding GmbH <sup>14)</sup>	Stuttgart	100.00		EUR	2,492.16	- 37.27
SL Bayern Verwaltungs GmbH <sup>1)14)</sup>	Mannheim	100.00		EUR	1,014.51	- 9.70
SL Bremen Verwaltungs-GmbH <sup>1)14)</sup>	Mannheim	100.00		EUR	474.58	216.03
SL BW Verwaltungs GmbH <sup>1)14)</sup>	Mannheim	100.00		EUR	588.04	31.11
SL Düsseldorf Verwaltungs GmbH <sup>1)14)</sup>	Mannheim	100.00		EUR	568.22	7.00
SL ENERCON Verwaltungs GmbH i.L. <sup>1)14)</sup>	Mannheim	100.00		EUR	0.00	0.00
SL FINANCIAL MEXICO, S.A. DE C.V., SOFOM, E. N. R. <sup>1)14)</sup>	Col. Lomas de Santa Fe, Mexico	100.00		MXN	347.70	63.55
SL Financial Services Corporation <sup>1)14)</sup>	Norwalk, USA	100.00		USD	495.24	3,140.87
SL Mobilien-Leasing GmbH & Co. ENERCON KG <sup>1)14)</sup>	Mannheim	0.00	80.00	EUR	29,133.29	2,679.51
SL Mobilien-Leasing GmbH & Co. Hafis KG <sup>1)14)</sup>	Mannheim	0.00	51.00	EUR	2,026.44	0.34
SL Nordlease GmbH & Co KG <sup>1)14)</sup>	Mannheim	0.00	60.00	EUR	- 2,499.13	410.95
SL Operating Services GmbH i.L. <sup>1)14)</sup>	Mannheim	100.00		EUR	80.41	9.60
SL RheinMainSaar Verwaltungs GmbH <sup>1)14)</sup>	Mannheim	100.00		EUR	514.86	2.13
SL Schleswig-Holstein Verwaltungs GmbH <sup>1)14)</sup>	Mannheim	100.00		EUR	126.41	- 0.15
SL Ventus GmbH & Co. KG <sup>1)14)</sup>	Mannheim	100.00		EUR	- 193.72	361.82
SLKS GmbH & Co. KG <sup>1)14)</sup>	Stuttgart	100.00		EUR	2,769.34	2,260.52
SLN Maschinen Leasing GmbH & Co. OHG <sup>1)14)</sup>	Stuttgart	0.00	75.00	EUR	- 361.67	- 92.48
SLP Mobilien-Leasing GmbH & Co. OHG <sup>1)14)</sup>	Mannheim	0.00	75.00	EUR	570.07	80.62
SPI SüdProject International GmbH i.L. <sup>1)1a)</sup>	Stuttgart	100.00		EUR	5,125.15	3.40
Städtische Pfandleihanstalt Stuttgart Aktiengesellschaft, Gemeinnützige Kreditanstalt <sup>14)</sup>	Stuttgart	100.00		EUR	6,410.71	481.24
Steelcase Leasing GmbH & Co KG <sup>1)14)</sup>	Mannheim	100.00		EUR	241.48	10.76
Stuttgarter Aufbau Bau- und Verwaltungs-Gesellschaft mbH <sup>4)14)</sup>	Stuttgart	100.00		EUR	153.39	0.00
Süd Mobilien-Leasing GmbH <sup>1)4a)</sup>	Stuttgart	100.00		EUR	28.28	0.00
Süddeutsche Allgemeine Finanz- und Wirtschaftsgesellschaft mit beschränkter Haftung <sup>1)4a)14)</sup>	Mannheim	100.00		EUR	511.29	0.00
SüdlImmobilien GmbH <sup>4)14)</sup>	Mannheim	100.00		EUR	2,574.87	0.00
SüdLeasing d.o.o. Zagreb i. L. <sup>1)8)</sup>	Zagreb, Croatia	100.00		HRK	1,483.46	- 60.32
SüdLeasing Finance-Holding GmbH <sup>1)</sup>	Stuttgart	100.00		EUR	180.06	- 9.30
SüdLeasing Kft. <sup>1)8)</sup>	Szekszard, Hungary	100.00		HUF	328.19	- 464.55
SüdLeasing s.r.o. (Prague) <sup>1)14)</sup>	Prague 1, Czech Republic	100.00		CZK	907.86	182.16
SüdLeasing Suisse AG <sup>1)</sup>	Unterengstringen, Switzerland	100.00		CHF	17,679.80	103.90

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
SÜDRENTING ESPANA, S.A. <sup>1) 14)</sup>	Barcelona, Spain	100.00		EUR	19,324.07	- 384.84
SuedLeasing Romania IFN S.A. i. L. <sup>1)</sup>	Bucharest, Romania	100.00		RON	822.39	- 14.49
Technologiegründerfonds Sachsen Verwaltung GmbH <sup>1) 14)</sup>	Leipzig	100.00		EUR	22.31	2.05
Thömen Leasing GmbH & Co. KG i.L. <sup>1) 8)</sup>	Mannheim	0.00	75.00	EUR	1,085.99	- 11.64
Truck Trailer Leasing GmbH & Co. KG i.L. <sup>1) 14)</sup>	Mannheim	0.00	60.00	EUR	- 11.15	- 6.07
Wachstumsfonds Mittelstand Sachsen Verwaltung GmbH <sup>1) 14)</sup>	Leipzig	100.00		EUR	30.03	4.68
WM Mobilien-Leasing GmbH & Co. KG <sup>1) 14)</sup>	Mannheim	0.00	75.00	EUR	1,621.93	505.76
Yankee Properties II LLC	Wilmington/Delaware, USA	0.00	100.00		n.a.	n.a.
Yankee Properties LLC <sup>14)</sup>	Wilmington/Delaware, USA	100.00		USD	1,115.18	- 300.49
YOZMA III GmbH & Co. KG <sup>1) 14)</sup>	Munich	77.14		USD	157.84	2,564.98
Zenon Mobilien-Leasing GmbH <sup>1) 14)</sup>	Mannheim	100.00		EUR	398.84	45.90
Zweite Karl-Scharnagl-Ring Immobilien Verwaltung GmbH <sup>1) 14)</sup>	Munich	100.00		EUR	33.21	1.51
<b>1.2. Subsidiaries not included, no consolidation (SIC 12)</b>						
AROSA FUNDING LIMITED, Series 2006-10 <sup>14)</sup>	St. Helier JE4 8ZB, Jersey			EUR	0.00	0.00
AROSA FUNDING LIMITED, Series 2007-4 <sup>14)</sup>	St. Helier JE4 8ZB, Jersey			EUR	0.00	0.00
ASPEN Lucian Ltd. <sup>14)</sup>	Kaim George Town, G.C. KY1 - 1104, Cayman Islands			EUR	0.00	0.00
Cairn Company Jersey No.6 Limited <sup>14)</sup>	St. Helier JE4 8ZB, Jersey			EUR	0.00	0.00
Cloverie Public Limited Company <sup>14)</sup>	Dublin 1, Ireland			EUR	0.00	0.00
HG ABS Fund plc <sup>14)</sup>	Dublin 1, Ireland	100.00	0.00	EUR	8,157.54	- 946.26
Hirschgarten GÜ GmbH & Co. KG <sup>1) 14)</sup>	Oberhaching	45.00	50.00	EUR	140.50	14.04
Kopal Grundstücksverwaltungs-gesellschaft mbH & Co. Objekt Löh'r's Carré OHG <sup>14)</sup>	Mainz	94.00	24.00	EUR	- 11,750.45	700.95
LBBW AM-1252 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1253 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1254 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1255 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1256 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1257 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1258 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1259 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1260 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1261 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-1262 <sup>1) 9)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-3124 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-3125 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-3126 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW AM-7404 <sup>1) 16)</sup>	Stuttgart	100.00		EUR	5.00	0.00
LBBW Covered Bonds Euro Select <sup>1)</sup>	Stuttgart	100.00	0.00	EUR	n.a.	n.a.
LBBW Pro-Fund Absolute Return Rates <sup>11)</sup>	Stuttgart	100.00	0.00	EUR	11,854.06	- 149.10
Mainau Funding Ltd. <sup>7)</sup>	Dublin 2, Ireland			EUR	10.75	1.50
MALC Fin Fifteen Limited <sup>8)</sup>	Nassau, Bahamas			USD	- 10,829.75	- 6,486.73
MALC Lease Fifteen Limited <sup>1)</sup>	Nassau, Bahamas	100.00			n.a.	n.a.
M-Korb Funding No.1 Ltd. <sup>7)</sup>	Dublin 2, Ireland			EUR	- 18,975.47	- 402.63
Peter Pike Funding LLC / Rathlin Loan Ltd. <sup>7)</sup>	Dublin 2, Ireland			EUR	0.00	0.00
Platino S.A. <sup>14)</sup>	Luxembourg, Luxembourg			EUR	49.97	- 10.03
S-Fix 1 GmbH <sup>14)</sup>	Frankfurt am Main			EUR	25.75	0.08
Weinberg Capital LLC	Wilmington, Delaware, USA				n.a.	n.a.
Weinberg Capital Ltd. <sup>14)</sup>	Dublin 2, Ireland			EUR	124.29	65.73
Weinberg Funding Ltd. <sup>14)</sup>	St. Helier JE4 8ZB, Jersey			EUR	5.24	0.19
Xelo plc (formerly Xelo V plc) <sup>14)</sup>	Dublin 2, Ireland			EUR	0.00	0.00

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
<b>2. Joint ventures not accounted for using the equity method</b>						
Aaron Grundstücksverwaltungsgesellschaft mbH i.L. <sup>1) 8)</sup>	Oberursel	50.00		EUR	- 2,051.65	- 1,350.53
Abrosa Grundstücksverwaltungsgesellschaft mbH & Co. Objekt Sachsen I KG <sup>14)</sup>	Wiesbaden, Mainz-Kastel	100.00	50.00	EUR	- 2,844.65	360.98
Alida Grundstücksverwaltungsgesellschaft mbH & Co. Vermietungs-KG <sup>1) 14)</sup>	Pullach, Munich region	99.89	50.00	EUR	5,254.76	2,433.49
Bietigheimer Wohnungsprivatisierungsgesellschaft mbH <sup>14)</sup>	Bietigheim-Bissingen	50.00		EUR	14,469.07	2,530.76
Dresden Fonds GmbH <sup>1) 14)</sup>	Dresden	50.05		EUR	5,095.83	29.85
German Centre for Industry and Trade India Holding-GmbH <sup>1) 14)</sup>	Munich	50.00		EUR	1,231.36	- 1,678.58
LBBW Immobilien Verwaltung GmbH <sup>1) 14)</sup>	Stuttgart	50.00		EUR	40.72	5.68
MIG Immobiliengesellschaft mbH i.L. <sup>13)</sup>	Mainz	36.36		EUR	19.95	- 13.19
Residenzpost Planen + Bauen GmbH & Co. KG <sup>1) 14)</sup>	Munich	50.00		EUR	- 4.03	- 2.82
Residenzpost Planen + Bauen Verwaltung GmbH <sup>1) 14)</sup>	Munich	50.00		EUR	4.36	- 3.82
RN Beteiligungs-GmbH i.L. <sup>11a)</sup>	Stuttgart	50.00		EUR	945.89	- 3.10
SHS Gesellschaft für Beteiligungen mbH & Co. Mittelstand KG <sup>1) 8)</sup>	Tübingen	75.02		EUR	4,833.00	340.00
SHS Venture Capital GmbH & Co. KG <sup>1) 8)</sup>	Tübingen	95.45		EUR	1,323.00	- 296.00
Viola Grundstücksverwaltungs-GmbH & Co. Verpachtungs KG <sup>14)</sup>	Pullach	99.41	50.00	EUR	3,368.29	693.62
<b>3. Associates not accounted for using the equity method</b>						
B+S Card Service GmbH <sup>17)</sup>	Frankfurt am Main	25.10		EUR	16,510.89	- 2,589.37
Bubbles and Beyond GmbH <sup>1) 8)</sup>	Leipzig	26.00		EUR	105.00	- 67.00
Cäcilienpark am Neckar GbR <sup>1) 14)</sup>	Heilbronn	33.33		EUR	763.02	164.13
CheckMobile GmbH - The Process Solution Company <sup>1) 14)</sup>	Stuttgart	41.13		EUR	787.88	- 261.60
Cortex Biophysik GmbH <sup>1) 14)</sup>	Leipzig	47.70		EUR	- 632.70	137.40
Doughty Hanson & Co. Funds III Partnership No.15 <sup>1) 14)</sup>	London, Great Britain	21.74		USD	9,835.82	- 151.08
Egerland Lease GmbH & Co. KG <sup>1) 14)</sup>	Mannheim	0.00	50.00	EUR	1,944.07	328.53
FEAG GmbH <sup>1) 14)</sup>	Forchheim	20.00		EUR	7,287.94	- 593.62
GLB-Verwaltungs-GmbH <sup>14)</sup>	Frankfurt am Main	30.00		EUR	42.13	2.68
Global Teleport GmbH i.L. <sup>1) 8)</sup>	Leipzig	21.42		EUR	- 2,261.03	7.24
Grundstücks-, Vermögens- und Verwaltungs- GbR 33, Leinfelden-Echterdingen/Stuttgart-Möhringen <sup>1) 14)</sup>	Stuttgart	24.48		EUR	52,735.39	- 1,350.40
Grundstücks-, Vermögens- und Verwaltungs- GbR 34, Wolfstor 2, Esslingen <sup>1) 14)</sup>	Stuttgart	27.65		EUR	10,370.04	362.74
Grundstücks-, Vermögens- und Verwaltungs- GbR 36, Stuttgart/Leinfelden-Echterdingen <sup>1) 14)</sup>	Stuttgart	24.99		EUR	33,055.24	- 802.81
Grundstücks-, Vermögens- und Verwaltungs- GbR 38, Stuttgart-Filderstadt <sup>1) 14)</sup>	Stuttgart	21.64		EUR	27,979.57	- 358.48
Grundstücks-, Vermögens- und Verwaltungs- GbR 39, Stuttgart-Fellbach <sup>1) 14)</sup>	Stuttgart	39.90		EUR	27,314.05	- 397.35
Grundstücks-, Vermögens- und Verwaltungs-GbR 40, Ludwigsburg »Am Schloßpark« <sup>1) 14)</sup>	Stuttgart	42.36		EUR	27,350.09	- 21.79
HM Grundstücks GmbH & Co. KG i.L. <sup>1) 14)</sup>	Leipzig	49.00		EUR	- 90.25	- 16.50
Keßler Real Estate Solutions GmbH <sup>1) 14)</sup>	Leipzig	27.97		EUR	543.42	260.43
Kreditgarantiegemeinschaft in Baden-Württemberg Verwaltungs-GmbH <sup>14)</sup>	Stuttgart	20.00		EUR	1,022.58	0.00
LIVIDA MOLARIS Grundstücks-Vermietungsgesellschaft mbH & Co. Landesfunkhaus Erfurt KG <sup>14)</sup>	Erfurt	99.77	24.00	EUR	- 11,909.08	751.20
M Cap Finance Deutsche Mezzanine Fonds Zweite GmbH & Co. KG <sup>1) 14)</sup>	Leipzig	49.75		EUR	29,481.74	690.68
Mittelständische Beteiligungsgesellschaft Sachsen mbH <sup>14)</sup>	Dresden	25.27		EUR	35,563.18	3,001.50
MOLWANKUM Vermietungsgesellschaft mbH & Co. Objekt Landkreis Hildburghausen KG <sup>14)</sup>	Düsseldorf	94.00	49.00	EUR	- 1,104.82	352.29
Prime 2006-1 Funding L.P. <sup>11)</sup>	St. Helier JE4 8ZB, Jersey	47.50		EUR	0.00	- 12,214.60
RESprotect GmbH <sup>1) 14)</sup>	Dresden	32.80		EUR	- 1,307.98	- 125.33
Rhein-Neckar Wohnwerte Beteiligungs-Unternehmergesellschaft (limited liability) <sup>1) 14)</sup>	Heidelberg	33.33		EUR	- 1.07	- 0.77
Rhein-Neckar Wohnwerte Projekt-Unternehmergesellschaft (limited liability) & Co. KG <sup>1) 14)</sup>	Heidelberg	33.33		EUR	- 667.64	- 174.63
Ritterwand Metall-Systembau Beteiligungs GmbH <sup>1) 14)</sup>	Nuffringen	49.97		EUR	7,366.52	1,048.74
SachsenFonds Immobilien GmbH <sup>1) 14)</sup>	Aschheim-Dornach	49.00		EUR	58.03	- 1.17
Siedlungswerk GmbH Wohnungs- und Städtebau <sup>14)</sup>	Stuttgart	25.00		EUR	205,841.45	9,296.15
SLB Leasing-Fonds GmbH & Co. Portos KG i.L. <sup>1) 14)</sup>	Pöcking	35.12		EUR	348.86	- 4.92
Stollmann Entwicklungs- und Vertriebs GmbH <sup>1) 14)</sup>	Hamburg-Bahrenfeld	29.00		EUR	1,815.28	13.51
svt Holding GmbH <sup>1) 14)</sup>	Seevetal	25.00	27.78	EUR	9,806.52	910.09

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
TC Objekt Bonn Beteiligungs-GmbH <sup>1)8)</sup>	Soest	25.00		EUR	22.75	- 2.25
TC Objekt Darmstadt Beteiligungs-GmbH <sup>1)8)</sup>	Soest	25.00		EUR	22.87	- 2.13
TC Objekt Münster Nord Beteiligungs-GmbH <sup>1)8)</sup>	Soest	25.00		EUR	22.63	- 2.37
TC Objekt Münster Süd Beteiligungs-GmbH <sup>1)8)</sup>	Soest	25.00		EUR	22.55	- 2.45
Technologiegründerfonds Sachsen Holding GmbH & Co. KG <sup>1)14)</sup>	Leipzig	0.00	100.00	EUR	0.00	0.00
Technologiegründerfonds Sachsen Initiatoren GmbH & Co. KG <sup>1)14)</sup>	Leipzig	25.00		EUR	2.24	- 0.22
Technologiegründerfonds Sachsen Management GmbH & Co. KG <sup>1)14)</sup>	Leipzig	25.00		EUR	4.00	1,033.39
Technologiegründerfonds Sachsen Seed GmbH & Co. KG <sup>1)14)</sup>	Leipzig	3.34		EUR	4,007.44	- 1,104.07
Technologiegründerfonds Sachsen Start up GmbH & Co. KG <sup>1)14)</sup>	Leipzig	10.83		EUR	9,839.74	- 1,407.12
Wachstumsfonds Mittelstand Sachsen GmbH & Co. KG <sup>1)14)</sup>	Leipzig	27.55		EUR	30,421.36	4,753.38
Wachstumsfonds Mittelstand Sachsen Initiatoren GmbH & Co. KG <sup>1)14)</sup>	Leipzig	25.00		EUR	1.13	- 0.43
Wachstumsfonds Mittelstand Sachsen Management GmbH & Co. KG <sup>1)14)</sup>	Leipzig	25.00		EUR	4.00	1,561.84
Wachstumsfonds Mittelstand Sachsen Plus GmbH & Co. KG <sup>1)14)</sup>	Leipzig	12.72	13.72	EUR	1,808.18	- 1,493.82
Wolff & Müller Wohnbau GmbH & Co. Objekt Fürth KG <sup>14)</sup>	Pullach i. Isartal	5.00	25.00	EUR	- 1,473.60	96.73
yourTime Solutions GmbH <sup>1)14)</sup>	Potsdam	20.11		EUR	- 626.23	- 701.76
<b>4. Investments with a capital share of 20% and more</b>						
Bürgerschaftsbank Sachsen GmbH <sup>14)</sup>	Dresden	27.96	18.44	EUR	32,831.59	2,257.43
Candover 2001 GmbH & Co. KG <sup>1)14)</sup>	Frankfurt am Main	25.64		EUR	5,016.73	- 151.68
Dr. Gubelt Immobilien Vermietungs-Gesellschaft mbH & Co. Objekt Feuerwache Dresden KG <sup>14)</sup>	Düsseldorf	90.00	15.00	EUR	- 4,053.07	138.85
FP Lux Investments S.A. SICAV-SIF <sup>1)</sup>	Luxembourg, Luxembourg	28.55	15.15		n.a.	n.a.
GLB GmbH & Co. OHG <sup>14)</sup>	Frankfurt am Main	30.05		EUR	4,858.82	452.84
Helmut Fischer GmbH i.L. <sup>1)</sup>	Talheim	48.35	0.00		n.a.	n.a.
Humboldt Multi Invest B S.C.A., SICAV-FIS <sup>2)</sup>	Luxembourg, Luxembourg	100.00			n.a.	n.a.
INULA Grundstücks-Verwaltungsgesellschaft mbH & Co. KG <sup>14)</sup>	Grünwald	80.00	18.25	EUR	- 34,312.40	2,908.38
Korin Grundstücksgesellschaft mbH & Co. Projekt 19 KG i.L. <sup>1)14)</sup>	Grünwald	80.00	19.00	EUR	162.00	86.59
LIVIDA MOLARIS Grundstücks-Vermietungsgesellschaft mbH & Co. Objekt Polizei Nordhausen KG <sup>14)</sup>	Erfurt	100.00	15.00	EUR	- 6,257.25	396.46
LUTEA MOLARIS Grundstücks-Vermietungsgesellschaft mbH & Co. Objekt Flöha KG <sup>14)</sup>	Berlin	100.00	15.00	EUR	- 4,847.53	602.80
MBG Mittelständische Beteiligungsgesellschaft Rheinland-Pfalz mbH <sup>14)</sup>	Mainz	21.74		EUR	9,653.52	730.21
PARAMOUNT GROUP REAL ESTATE FUND I, L.P. <sup>1)14)</sup>	Wilmington, Delaware, USA	29.13	28.29	USD	285,370.15	- 4,340.36
Paramount Group Real Estate Fund II, L.P. <sup>1)14)</sup>	Wilmington, Delaware, USA	29.13	28.29	USD	89,564.12	- 412.39
Paramount Group Real Estate Fund V (Core) <sup>1)14)</sup>	Wilmington, Delaware, USA	24.51	4.99	USD	88,087.02	- 721.87
<b>5. Investments in major corporations with a share of voting rights of at least 5%</b>						
Clean Car AG <sup>1)11)</sup>	Meerbusch	15.00		EUR	21,560.08	2,332.40
Deutscher Sparkassen Verlag Gesellschaft mit beschränkter Haftung <sup>14)</sup>	Stuttgart	8.11		EUR	119,519.15	8,470.20
HSBC Trinkaus & Burkhardt AG <sup>14)</sup>	Düsseldorf	18.66		EUR	1,188,196.50	125,120.57
Imagelinx plc <sup>1)8)</sup>	Kirkby-in-Ashfield, Nottinghamshire NG17 5HN, Great Britain	7.46		GBP	9,105.05	- 494.14
Südwestdeutsche Salzwerke AG <sup>14)</sup>	Heilbronn	6.40		EUR	102,822.00	22,308.00
VITA 34 AG <sup>1)14)</sup>	Leipzig	13.84		EUR	8,676.66	- 2,214.29

1) Held indirectly.

2) Including shares held indirectly.

3) A letter of comfort exists..

3a) A letter of comfort exists on the part of a Group subsidiary for the duration of the equity investment.

3b) A letter of comfort exists as long as LBBW holds 100 % of shares.

4) A profit transfer agreement has been concluded with the company.

4a) A profit transfer and/or control agreement has been concluded with another company.

5) Equity and voting rights limited to 40 % due to the UBG status.

6) Data available only as at 31 December 2009.

7) Data available only as at 31 December 2010.

8) Data available only as at 31 December 2011.

9) Data available only as at 17 July 2012.

10) Data available only as at 31 July 2012.

11) Data available only as at 30 September 2012.

11a) Data available only as at 30 September 2012, (closing liquidation balance sheet).

12) Data available only as at 30 November 2012 (closing liquidation balance sheet).

13) Data available only as at 16 December 2012 (closing liquidation balance sheet).

14) Data available only as at 31 December 2012.

15) Data available only as at 30 April 2013.

16) Data available only as at 17 July 2013.

17) Data available only as at 30 September 2013.



### 37. Positions held.

Offices held by legal representatives of LBBW (Bank) and members of the AidA Board of Managing Directors<sup>1)</sup> on statutory supervisory boards and similar supervisory bodies of large companies and major banks, as well as offices held by employees of LBBW (Bank) on statutory supervisory boards of large companies and banks are listed below:

Company	Position	Incumbent
AdCapital AG, Tuttlingen	Member of the Supervisory Board	Hans-Joachim Strüder up to 1 March 2013
AKA Ausfuhrkredit GmbH, Frankfurt am Main	Member of the Supervisory Board Deputy Member of the Supervisory Board	Joachim Landgraf Elvira Bergmann
Allgaier Automotive GmbH, Uhingen	Member of the Supervisory Board	Hans-Jörg Vetter since 16 May 2013
Allgaier Werke GmbH, Uhingen	Member of the Supervisory Board	Hans-Jörg Vetter
B+S Card Service GmbH, Frankfurt am Main	Deputy Chairman of the Supervisory Board	Michael Horn
Börse-Stuttgart AG, Stuttgart	Member of the Supervisory Board Member of the Supervisory Board	Hans-Joachim Strüder up to 31 March 2013 Ingo Mandt since 1 December 2013
Bürgschaftsbank Baden-Württemberg GmbH, Stuttgart	Member of the Supervisory Board	Jürgen Kugler
Bürgschaftsbank Sachsen GmbH, Dresden	Member of the Board of Directors	Prof. Harald R. Pfab up to 31 December 2013
cellent AG, Stuttgart	Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board	Dr. Martin Setzer Andreas Zimmer up to 10 September 2013 Eike Wahl since 15 January 2013 Günter Mattinger up to 15 January 2013 Frank Hammann since 12 September 2013
Deutscher Sparkassenverlag GmbH, Stuttgart	Member of the Supervisory Board	Hans-Jörg Vetter
European Commodity Clearing AG, Leipzig	Deputy Chairman of the Supervisory Board	Prof. Harald R. Pfab up to 31 December 2013
Euwax AG, Stuttgart	Member of the Supervisory Board Member of the Supervisory Board	Hans-Joachim Strüder up to 31 March 2013 Ingo Mandt since 2 December 2013
Grieshaber Logistik AG, Weingarten	Member of the Supervisory Board	Michael Horn
HERRENKNECHT Aktiengesellschaft, Schwanau	Chairman of the Supervisory Board	Hans-Jörg Vetter
HSBC Trinkaus & Burkhardt AG, Düsseldorf	Member of the Supervisory Board	Hans-Jörg Vetter
LBBW Asset Management Investmentgesellschaft mbH, Stuttgart	Chairman of the Supervisory Board Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Member of the Supervisory Board Member of the Supervisory Board Member of the Supervisory Board	Hans-Joachim Strüder up to 31 March 2013 Hans-Jörg Vetter member since 1 August 2013, Chairman since 9 September 2013 Dr. Peter M. Haid Deputy Chairman up to 31 March 2013, Chairman since 1 April 2013, Deputy Chairman since 9 September 2013 Helmut Dohmen Uwe Burkert from 1 April 2013 to 31 July 2013 Norwin Graf Leutrum von Ertingen Member up to 31 March 2013 Deputy Chairman since 1 April 2013 Member since 6 September 2013
LBBW Bank CZ a.s., Prague	Chairman of the Supervisory Board Chairman of the Supervisory Board Member of the Supervisory Board Deputy Chairman of the Supervisory Board Member of the Supervisory Board	Michael Horn up to 3 May 2013 Ingo Mandt Deputy Chairman since 31 May 2013, Chairman since 1 June 2013 Dr. Armin Brendle since 15 May 2013 Prof. Harald R. Pfab Member up to 31 May 2013, Deputy Chairman up to 31 December 2013 Anastasios Agathagelidis

1) The Managing Directors of BW-Bank, Sachsen Bank and Rheinland-Pfalz Bank are designated Managing Directors of an »institution within the institution« (Anstalt in der Anstalt – AidA).

Company	Position	Incumbent
LBBW Luxembourg S.A., Luxembourg	Chairman of the Supervisory Board	Ingo Mandt
	Deputy Chairman of the Supervisory Board	Hans-Joachim Strüder up to 31 March 2013
	Deputy Chairman of the Supervisory Board	Berthold Veil Member up to 23 April 2013 Deputy Chairman since 24 April 2013
	Member of the Supervisory Board	Torsten Biesel since 1 April 2013
LBBW (Schweiz) AG, Zurich	Chairman of the Board of Directors	Dr. Peter M. Haid
LHI Leasing GmbH, Pullach	Chairman of the Supervisory Board	Hans-Jörg Vetter
	Member of the Supervisory Board	Ingo Mandt
	Member of the Supervisory Board	Karl Manfred Lochner
MKB Mittelrheinische Bank GmbH, Koblenz	Chairman of the Supervisory Board	Karl Manfred Lochner
	Deputy Chairman of the Supervisory Board	Ingo Mandt up to 31 July 2013
	Member of the Supervisory Board	Stefan Zeidler up to 28 March 2013
	Deputy Chairman of the Supervisory Board	Volker Wirth Member since 1 August 2013, Deputy Chairman since 12 September 2013
	Member of the Supervisory Board	Peter Hähner since 1 December 2013
MMV-Leasing GmbH, Koblenz	Chairman of the Advisory Board	Karl Manfred Lochner
	Deputy Chairman of the Advisory Board	Ingo Mandt up to 31 July 2013
	Member of the Advisory Board	Stefan Zeidler up to 28 March 2013
	Deputy Chairman of the Advisory Board	Volker Wirth Member since 1 August 2013, Deputy Chairman since 12 September 2013
	Member of the Advisory Board	Peter Hähner since 1 December 2013
Progress-Werke Oberkirch AG, Oberkirch	Member of the Supervisory Board	Dr. Georg Hengstberger since 22 May 2013
Schlossgartenbau AG, Stuttgart	Chairman of the Supervisory Board	Achim Kern
	Deputy Chairman of the Supervisory Board	Dieter Hildebrand
Schweizerische National-Versicherungs-Gesellschaft, Basel	Member of the Board of Directors	Hans-Hörg Vetter up to 6 May 2013
Siedlungswerk GmbH Wohnungs- und Städtebau, Stuttgart	Deputy Chairman of the Supervisory Board	Michael Horn
	Member of the Supervisory Board	Thorsten Schönenberger
	Member of the Supervisory Board	Thomas Christian Schulz since 1 April 2013
	Member of the Supervisory Board	Peter Grosse Wiesmann up to 31 March 2013
SüdFactoring GmbH, Stuttgart	Chairman of the Supervisory Board	Karl Manfred Lochner
	Deputy Chairman of the Supervisory Board	Ingo Mandt up to 31 July 2013
	Deputy Chairman of the Supervisory Board	Volker Wirth Member since 1 August 2013, Deputy Chairman since 19 September 2013
	Member of the Supervisory Board	Norwin Graf Leutrum von Ertingen
SüdLeasing GmbH, Stuttgart	Chairman of the Supervisory Board	Karl Manfred Lochner
	Deputy Chairman of the Supervisory Board	Ingo Mandt up to 31 July 2013
	Deputy Chairman of the Supervisory Board	Volker Wirth Member since 1 August 2013, Deputy Chairman since 19 September 2013
	Member of the Supervisory Board	Norwin Graf Leutrum von Ertingen
Universal-Investment-Gesellschaft mbH, Frankfurt am Main	Member of the Supervisory Board	Hans-Joachim Strüder up to 31 March 2013
Vorarlberger Landes- und Hypothekenbank AG, Bregenz	Member of the Supervisory Board	Michael Horn
VPV Lebensversicherungs-Aktiengesellschaft, Stuttgart	Member of the Supervisory Board	Claudia Diem since 21 June 2013
Wüstenrot Bank AG Pfandbriefbank, Ludwigsburg	Member of the Supervisory Board	Hans-Joachim Strüder up to 31 March 2013
Wieland-Werke AG, Ulm	Member of the Supervisory Board	Hans-Jörg Vetter since 8 March 2013



**38. Employees (annual averages)**

	2013			2012		
	Male	Female	Total	Male	Female	Total
German headquarters/ regional offices	4,307	4,745	9,052	4,533	4,868	9,400
Company officers	245	21	266	247	20	267
Other staff	4,062	4,724	8,786	4,286	4,848	9,133
Foreign branches	107	76	183	124	82	206
Company officers	3	0	3	4	0	4
Other staff	104	76	180	120	82	202
Representative offices	22	14	36	11	13	25
Company officers	1	0	1	0	0	0
Other staff	21	14	35	11	13	25
<b>LBBW (Bank) total</b>	<b>4,436</b>	<b>4,835</b>	<b>9,271</b>	<b>4,669</b>	<b>4,963</b>	<b>9,631</b>
For information purposes:						
Trainees	262	185	447	273	207	480

**39. Total remuneration of the executive bodies.**

In 2013 total remuneration for the Board of Managing Directors came to EUR 5 million (2012: EUR 4 million). Former members of the Board of Managing Directors and their surviving dependants received EUR 11 million in 2013 (2012: 11 million). The Supervisory Board received fixed remuneration (including fees per meeting) of EUR 1 million in 2013 (2012: EUR 1 million).

Provisions for pensions for former members of the Board of Managing Directors and their surviving dependants were formed for an amount of EUR 128 million (2012: EUR 124 million).

**40. Advances and loans to and contingent liabilities assumed in favor of the corporate bodies of LBBW (Bank) and their predecessors.**

As at 31 December 2013, loans granted to members of the Board of Managing Directors and members of the Supervisory Board came to EUR 3 million (2011: EUR 3 million), with the Board of Managing Directors accounting for EUR 85,000 (2012: EUR 14,000). In addition, as in the previous year a guarantee in the amount of EUR 800,000 is currently in place for a member of the Supervisory Board. Furthermore, a guarantee commitment to a member of the Board of Managing Directors totals EUR 13,000.

Advances to members of the Board of Managing Directors came to EUR 2,000 (2012: EUR 22,000). No advances were made to members of the Supervisory Board as at the balance sheet date.

## LBBW (Bank) Board of Managing Directors and Supervisory Board.

### Board of Managing Directors.

Chairman.

**HANS-JÖRG VETTER**

Deputy Chairman.

**MICHAEL HORN**

Members.

**KARL MANFRED LOCHNER**

**INGO MANDT**

**HANS-JOACHIM STRÜDER**  
up to 31 Mar. 2013

**DR. MARTIN SETZER**  
as of 1 Jan. 2014

**VOLKER WIRTH**  
as of 1 Jan. 2014

### Supervisory Board.

Chairman.

**HANS WAGENER**  
Auditor, tax consultant

Deputy Chairman.

**DR. NILS SCHMID MDL**  
Deputy Minister-President, Minister of  
Finance and Economics of the State of  
Baden-Württemberg

Members.

**HANS BAUER**  
Employee Representative of Landesbank  
Baden-Württemberg

**CARSTEN CLAUS**  
as of 1 August 2013  
Chairman of the Board of Managing  
Directors of Kreissparkasse Böblingen

**HARALD COBLENZ**  
Employee Representative of Landesbank  
Baden-Württemberg

**WOLFGANG DIETZ**  
Lord Mayor of the town  
of Weil am Rhein

**WALTER FRÖSCHLE**  
Employee Representative of Landesbank  
Baden-Württemberg

**HELMUT HIMMELSBACH**  
Chairman of the Supervisory Board of  
Südwestdeutsche Salzwerte AG

**PROF. DR. SC. TECHN.  
DIETER HUNDT**  
Chairman of the Supervisory Board of  
Allgaier Werke GmbH

**JENS JUNGBAUER**  
Employee Representative of Landesbank  
Baden-Württemberg

**BETTINA KIES-HARTMANN**  
Employee Representative of Landesbank  
Baden-Württemberg

**FRITZ KUHN**  
as of 7 January 2013  
Lord Mayor of the State Capital Stuttgart

**KLAUS-PETER MURAWSKI**  
State Secretary in the State Ministry of  
Baden-Württemberg  
and Head of the State Chancellery

**GÜNTHER NOLLERT**

Employee Representative of Landesbank  
Baden-Württemberg

**DR. FRITZ OESTERLE**  
Attorney at law, law firm Oesterle

**MARTIN PETERS**  
CFO/Managing Partner  
of Eberspächer Group,  
Esslingen

**NORBERT H. QUACK**  
Attorney at law, notary, law firm Quack  
Gutterer & Partner

**CLAUS SCHMIEDEL MDL**  
Chairman of the SPD Parliamentary Group  
in the State Parliament of Baden-  
Württemberg

**PETER SCHNEIDER**  
President of the Sparkassenverband  
Baden-Württemberg  
(the Savings Bank Association of Baden-  
Württemberg)

**PROF. DR. WOLFGANG SCHUSTER**  
up to 6 January 2013  
Retired Lord Mayor of the  
State Capital Stuttgart

**DR.-ING. HANS-JOCHEM STEIM**  
Chairman of the Board of Directors  
of Hugo Kern und Liebers GmbH & Co.

**VOLKER WIRTH**  
up to 30 June 2013,  
Savings Bank Director, Chairman of the  
Board of Managing Directors of Sparkasse  
Singen-Radolfzell  
up to 31 July 2013

**NORBERT ZIPF**  
Employee Representative of Landesbank  
Baden-Württemberg

## Responsibility statement.

To the best of our knowledge, and in accordance with the applicable reporting principles, the annual financial statements give a true and fair view of the assets, liabilities, financial position, and profit or loss of Landesbank Baden-Württemberg, and the combined management report includes a fair review of the development and performance of the business and the position of Landesbank Baden-Württemberg, together with a description of the principal opportunities and risks associated with the expected future development of Landesbank Baden-Württemberg.

Stuttgart, Karlsruhe, Mannheim and Mainz, 4 March 2014

The Board of Managing Directors



HANS-JÖRG VETTER  
Chairman



MICHAEL HORN  
Deputy Chairman



DR. MARTIN SETZER



INGO MANDT



VOLKER WIRTH



KARL MANFRED LOCHNER

## Auditor's Report.

We have audited the annual financial statements, comprising the balance sheet, the income statement and the notes to the financial statements, together with the bookkeeping system and its report on the position of the Company and the Group prepared by the Landesbank Baden-Württemberg, Stuttgart, Karlsruhe, Mannheim, and Mainz for the business year from 1 January to 31 December 2013. The maintenance of the books and records and the preparation of the annual financial statements and combined management report in accordance with German commercial law are the responsibility of the Company's management. Our responsibility is to express an opinion on the annual financial statements, together with the bookkeeping system, and the combined management report based on our audit.

We conducted our audit of the annual financial statements in accordance with § 317 HGB [»Handelsgesetzbuch«: »German Commercial Code«] and German generally accepted standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer [Institute of Public Auditors in Germany] (IDW). Those standards require that we plan and perform the audit such that misstatements materially affecting the presentation of the net assets, financial position and results of operations in the annual financial statements in accordance with German principles of proper accounting and in the combined management report are detected with reasonable assurance. Knowledge of the business activities and the economic and legal environment of the Company and expectations as to possible misstatements are taken into account in the determination of audit procedures. The effectiveness of the accounting-related internal control system and the evidence supporting the disclosures in the books and records, the annual financial statements and the combined management report are examined primarily on a test basis within the framework of the audit. The audit includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the annual financial statements and combined management report. We believe that our audit provides a reasonable basis for our opinion.

Our audit has not led to any reservations.

In our opinion, based on the findings of our audit, the annual financial statements comply with the legal requirements and give a true and fair view of the net assets, financial position and results of operations of the Company in accordance with German principles of proper accounting. The combined management report is consistent with the annual financial statements and as a whole provides a suitable view of the Company's position and suitably presents the opportunities and risks of future development.

Stuttgart, 11 March 2014

KPMG AG  
Wirtschaftsprüfungsgesellschaft

KOCHOLL

EISELE

Wirtschaftsprüfer  
(German Public Auditor)

Wirtschaftsprüfer  
(German Public Auditor)

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