

2006 Annual Report

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Group Financial Highlights

	2006	2005	2004	2003	2002
Income statement (DKKm)					
Core income excl trading income	2,298	2,013	1,965	1,865	1,846
Trading income	1,319	1,079	712	638	515
Total core income	3,617	3,092	2,677	2,503	2,361
Costs and depreciation	2,030	1,853	1,714	1,654	1,573
Impairment of loans and advances etc	(171)	65	225	300	299
Core earnings	1,758	1,174	738	549	489
Profit from investment portfolios	173	139	160	217	120
Profit before Totalkredit gain	1,931	1,313	898	766	609
Gain on sale of Totalkredit	120	-	87	282	-
Profit before tax	2,051	1,313	985	1,048	609
Tax	537	377	235	376	195
Profit for the year	1,514	936	750	672	414
Balance sheet highlights (DKKbn)					
Loans and advances at amortised cost	65.5	53.5	41.8	34.9	33.9
Loans and advances at fair value	7.7	7.2	5.7	4.7	4.7
Deposits and other debt	50.0	43.6	38.6	37.8	33.4
Bonds issued at amortised cost	10.0	6.7	1.9	1.9	1.9
Subordinated capital (Tier 2)	3.5	2.8	1.8	1.3	1.3
Shareholders' equity (Tier 1)	6.3	5.0	4.4	4.3	3.6
Total assets	114.8	98.9	78.6	73.5	66.8
Financial ratios per share (DKK per share of DKK 10)					
EPS Basic	22.1	13.7	10.7	9.1	5.6
EPS Diluted	22.1	13.7	10.7	9.1	5.6
Share price at year-end	270.0	151.0	107.8	80.3	49.0
Book value	92.1	72.9	63.6	57.8	47.7
Share price/book value	2.93	2.07	1.69	1.39	1.03
Average number of shares outstanding (in millions)	68.5	68.6	70.3	73.6	73.3
Proposed dividend	3.0	3.0	3.0	2.0	1.5
Other financial ratios and key figures					
Solvency (total capital) ratio	11.8	11.1	11.4	11.1	11.4
Core capital (Tier 1) ratio	9.0	8.1	9.3	8.9	8.3
Pre-tax profit as % of avg shareholders' equity	36.2	27.9	22.3	25.7	17.8
Post-tax profit as % of avg shareholders' equity	26.7	19.9	17.0	16.5	12.1
Income/cost ratio (DKK)	2.10	1.68	1.51	1.53	1.32
Interest rate risk*	2.0	2.3	3.4	4.8	5.9
Foreign exchange position*	10.3	2.8	1.5	4.1	11.2
Foreign exchange risk*	0.1	0.1	0.0	0.1	0.1
Loans and advances relative to deposits	1.2	1.1	1.1	0.9	1.0
Loans and advances relative to shareholders' equity	10.3	10.7	9.4	8.1	9.5
Growth in loans and advances for the year	22.4	28.0	19.9	3.1	3.4
Excess cover relative to statutory liquidity requirements*	74.0	95.1	114.2	139.4	120.4
Total large exposures*	34.7	93.9	61.5	79.1	70.0
Accumulated impairment ratio	1.6	2.1	2.6	2.9	2.8
Impairment ratio for the year	(0.2)	0.1	0.4	0.6	0.6
Number of full-time staff at year-end	2,190	2,123	2,075	1,988	1,945

Financial figures and ratios for 2002 and 2003 have not been restated in accordance with IFRS.

* Ratios for 2004 have not been restated in accordance with IFRS.

Financial ratio definitions on page 49.

Performance in 2006

Summary

In 2006 the Group generated a highly satisfactory pre-tax profit of DKK 2,051m – equalling a 36% return on average shareholders' equity (Tier 1).

The income statement for 2006 is characterized by:

- 14% increase in core income excl trading income
- 22% rise in trading income
- Growth in costs of just under 10%
- Income recognition of DKK 171m concerning impairment of loans and advances etc
- Profit from investment portfolios of DKK 173m
- Totalkredit gain of DKK 120m

The Group's core earnings of DKK 1,758m exceed the expectations published in the Q1-Q3 2006 Report. The favourable variance in the last three months of the year can be ascribed to income recognition concerning impairment of loans and advances. In Q4 2006 core earnings represented DKK 505m.

The Group's profit after tax makes up DKK 1,514m against DKK 936m in 2005, equal to a return of 27% on average shareholders' equity. Profit per share has gone up by 61%. Profit for the year is the best in the Group's history.

Summary income statement

Group (DKKm)	2006	2005
Core income excl trading income	2,298	2,013
Trading income	1,319	1,079
Total core income	3,617	3,092
Costs and depreciation	2,030	1,853
Core income before impairment of loans and advances etc	1,587	1,239
Impairment of loans and advances etc	(171)	65
Core earnings	1,758	1,174
Profit from investment portfolios	173	139
Profit before Totalkredit gain	1,931	1,313
Gain on sale of Totalkredit	120	0
Profit before tax	2,051	1,313
Tax	537	377
Profit for the year	1,514	936

Group balance sheet highlights in 2006 include:

- 22% rise in ordinary loans and advances to DKK 65.5bn
- 15% growth in deposits and other debt to DKK 50.0bn
- 50% rise in bonds issued to DKK 10.0bn

The Group's solvency (total capital) ratio stands at 11.8%, including a core capital (Tier 1) ratio of 9.0%.

The Group projects core earnings in the region of DKK 1,600-1,900m in 2007.

The following proposals will be put before the AGM: that a dividend of DKK 3 per share be distributed and DKK 20m be allocated to the sponsorship fund, "Sydbank Sønderjyllands Fond".

Performance in 2006

Core income excl trading income

Total core income excl trading income grew by DKK 285m to DKK 2,298m.

Core income excl trading income		
Group (DKKm)	2006	2005
Interest margins etc	1,821	1,528
Mortgage credit	173	179
Payment services	132	114
Remortgaging and loan fees	63	77
Other commission	84	89
Other operating income	25	26
Total	2,298	2,013

Income from interest margins etc represents DKK 1,821m, equal to a rise of 19%. The positive developments have been generated by a 22% increase in ordinary loans and advances.

In 2006 a slowdown in remortgaging and consequently mortgage credit activity resulted in a slight decline in mortgage credit income as well as remortgaging and loan fees. In contrast income from international and national payment services has gone up as a consequence of increased business activity.

Other commission went down by DKK 5m to DKK 84m in 2006, which is ascribable to reduced income (DKK 9m) from company administration in the subsidiary DMK-Holding.

Trading income

Overall increased activity in the Bank concerning asset management as well as securities trading etc has generated a 22% rise in trading income – from DKK 1,079m in 2005 to DKK 1,319m in 2006. The favourable business and earnings developments are supported by high activity and substantial demand not least resulting from private banking clients' trading in equities and investment units. Moreover businesses' foreign exchange and interest rate hedging contributes to the appreciable rise in trading income.

At year-end 2006 the Group manages security-based savings totalling DKK 61bn against DKK 49bn in 2005.

Trading income

Group (DKKm)	2006	2005
Bonds	182	175
Shares	448	320
Foreign exchange	220	233
Money market	79	36
Asset management	390	315
Total	1,319	1,079

Costs and depreciation

The Group's costs and depreciation recorded DKK 2,039m, equal to a rise of just under 10% compared with 2005.

Costs and depreciation

Group (DKKm)	2006	2005
Staff costs	1,186	1,074
Other administrative expenses	740	673
Depreciation and impairment of property, plant and equipment	111	105
Other operating expenses	2	10
Total costs	2,039	1,862
Of which profit from investment portfolios	9	9

At year-end 2006 the Group's staff numbered 2,190 (full-time equivalent) compared with 2,123 in 2005.

In 2006 three small branches merged with other branches and in September the Bank opened a branch in newly built premises in Ballerup – bringing the number of branches to 110.

Two of the Bank's branches are located in Germany – in Flensburg and Hamburg. On 1 April 2007 Sydbank will open its third German branch – in Kiel – as the Bank will take over the retail banking portfolio of the Kiel based bank, BCN. From the outset Sydbank's branch in Kiel will have around 3,500 customers, a business volume of approximately EUR 100m and a staff of 12 at its address Wall 55, Kiel.

Impairment of loans and advances etc

In 2006 DKK 171m concerning impairment of loans and advances etc was recognised as net income in contrast to 2005 when DKK 65m was charged to the income statement. The positive developments can be ascribed to improved credit quality of the lending portfolio triggered by the favourable business conditions in Denmark.

Core earnings

Core earnings total DKK 1,758m – an increase of DKK 584m or 50%.

Profit from investment portfolios

In 2006 profit from investment portfolios amounts to DKK 173m (2005: DKK 139m) less funding charges, and less related costs of DKK 9m.

Profit before Totalkredit gain

Overall profit before Totalkredit gain rose by DKK 618m to DKK 1,931m, an improvement of 47%.

Gain on sale of Totalkredit shares

In 2006 Sydbank sold its remaining shareholding of 117,373 shares in Totalkredit to Nykredit. This sale generated a gain of DKK 120m.

Sydbank – the parent

The Bank's total income before costs and impairment of loans and advances etc makes up DKK 3,825m (2005: DKK 3,152m). Of this amount profit on holdings in associates and subsidiaries represents DKK 41m (2005: DKK 24m) of which profit from subsidiaries is the main contributor. Costs total DKK 1,938m (2005: DKK 1,778m). Impairment of loans and advances etc of DKK 164m was recognised as net income compared with a charge of DKK 61m in 2005. The five-year summary of the parent is on page 64.

Subsidiaries

Sydleasing, mainly engaged in leasing and factoring, contributed a pre-tax profit of DKK 40m (2005: DKK 19m). Sydleasing's loans and advances rose by DKK 533m to DKK 3,327m. Effective 1 January 2007 the subsidiary Sydleasing and Sydbank will merge with the aim of reaping administrative and management related benefits.

DMK-Holding, engaged in company administration, contributed a pre-tax profit of DKK 14m (2005: DKK 21m). The reduced income is attributable to a decline in business volume.

The subsidiary bank, Sydbank (Schweiz) AG, which operates private banking activities in St. Gallen, Switzerland, recorded a pre-tax profit of DKK 7m (2005: loss of DKK 7m). Business developments have been satisfactory.

Ejendomsselskabet af 1. juni 1986 recorded a pre-tax loss of DKK 20m (2005: loss of DKK 8m).

Profit for the year

Pre-tax profit amounts to DKK 2,051m compared with DKK 1,313m in 2005. The calculated tax charge represents DKK 537m (2005: DKK 377m). Profit for the year amounts to DKK 1,514m compared with DKK 936m in 2005.

Return

Post-tax return on shareholders' equity (Tier 1) went up from 19.9% in 2005 to 26.7%. Profit per share rose from DKK 13.7 to DKK 22.1, equal to an increase of 61%.

Performance in 2006

Balance sheet

The Group's total assets make up DKK 114.8bn at year-end 2006 against DKK 98.9bn at year-end 2005.

Assets		
Group – year-end (DKKbn)	2006	2005
Amounts owed by credit institutions etc	16.3	15.0
Loans and advances at fair value (reverse repo transactions)	7.7	7.2
Loans at amortised cost (ordinary loans and advances)	65.5	53.5
Securities and holdings etc	14.4	13.4
Assets related to pooled plans	6.5	5.6
Other assets etc	4.4	4.2
Total	114.8	98.9

The Group's ordinary loans and advances total DKK 65.5bn – an increase of 22% of which DKK 1.6bn is ascribable to Sydbank in Germany and Switzerland. Individual and collective impairment and provisions stand at DKK 1,458m at year-end 2006 (2005: DKK 1,569m), equal to 1.6% of total loans and advances and guarantees (2005: 2.1%).

Shareholders' equity and liabilities		
Group – year-end (DKKbn)	2006	2005
Amounts owed to credit institutions etc	26.5	25.7
Deposits and other debt	50.0	43.6
Deposits in pooled plans	6.5	5.6
Bonds issued	10.0	6.7
Other liabilities etc	11.6	9.2
Provisions	0.4	0.3
Subordinated capital (Tier 2)	3.5	2.8
Shareholders' equity (Tier 1)	6.3	5.0
Total	114.8	98.9

The Group's deposits and other debt make up DKK 50.0bn against DKK 43.6bn at year-end 2005. The 15% increase derives primarily from deposits on demand and at notice. To strengthen the Bank's long-term funding, Sydbank issued EUR 700m callable floating-rate notes, bringing bonds issued to DKK 10.0bn (2005: DKK 6.7bn).

Estimates and assessments in relation to the measurement of assets and liabilities are based on assumptions that are considered reasonable. However by their nature these assumptions are uncertain and unpredictable, which may result in developments differing from projections.

Subordinated capital (Tier 2)

Supplementary capital (Tier 2) constitutes DKK 2,536m at the end of 2006 (2005: DKK 2,271m). In the course of the year supplementary capital amounting to EUR 65m has been repaid and EUR 100m has been raised.

To further strengthen and optimize the Bank's capital structure, EUR 51m hybrid Tier 1 capital was raised during the year. Total hybrid Tier 1 capital constitutes EUR 126m at year-end 2006.

Total subordinated capital (Tier 2) represents DKK 3,475m at end-2006 (2005: DKK 2,831m).

Share capital

Share capital is unchanged at DKK 700,000,000 at year-end 2006.

The Sydbank share		
Number	2006	2005
Average number of shares outstanding	68,519,463	68,567,202
Shares outstanding at year-end	68,926,051	68,355,127
Shares issued at year-end	70,000,000	70,000,000

The number of shares outstanding increased from 68,355,127 (97.7%) at the end of 2005 to 68,926,051 (98.5%) at the end of 2006. At year-end 2006 the Sydbank share's book value represents 92, the closing price stands at 270 and price/book value at 2.93.

Shareholders' equity (Tier 1)

At year-end 2006 shareholders' equity constitutes DKK 6,349m – an increase of DKK 1,363m since 1 January 2006. The changes comprise disposals deriving from dividend distribution etc of net DKK 213m in March 2006 and tax on equity items of DKK 41m, as well as additions deriving from profit for the year of DKK 1,514m and net sale of own shares of DKK 103m.

The Board of Directors recommends to the AGM that a dividend of DKK 3 per share or a total of DKK 210m be distributed and that DKK 20m be paid to the sponsorship fund, "Sydbank Sønderjyllands Fond".

Solvency		
Group – year-end (DKKm)	2006	2005
Solvency (total capital) ratio	11.8	11.1
Core capital (Tier 1) ratio	9.0	8.1
Core capital (Tier 1) ratio (excl hybrid core capital)	7.8	7.3
Core capital (Tier 1)	6,349	4,986
Deductions	236	220
Hybrid capital	939	560
Core capital (Tier 1) (incl hybrid core capital) after deductions	7,052	5,326
Supplementary capital included	2,536	2,271
Deductions	344	301
Supplementary capital after deductions	2,192	1,970
Capital base (Tiers 1+2) after deductions	9,244	7,296
Capital base requirements (solvency requirement 8%)	6,290	5,257
Total weighted items	78,620	65,718

Group solvency

During the year the capital base after deductions rose by DKK 1,948m to DKK 9,244m at year-end 2006. The increase in risk-weighted items from DKK 65.7bn at 31 December 2005 to DKK 78.6bn at 31 December 2006 is mainly ascribable to the sharp growth in loans and advances.

At year-end 2006 the solvency (total capital) ratio stands at 11.8%, including a core capital (Tier 1) ratio (incl hybrid core capital) of 9.0% compared with 11.1% and 8.1%, respectively, at year-end 2005. The core capital (Tier 1) ratio excluding hybrid core capital represents 7.8% against 7.3% at end-2005.

Solvency of the parent

At end-2006 the solvency (total capital) ratio of the parent represents 11.4%, of which 8.7% is ascribable to core capital (Tier 1) (incl hybrid core capital).

Outlook for 2007

The Group's 2007 budget is based on expectations of more subdued growth in the Danish economy in 2007. The overall level of prices and interest rates is forecast to be stable albeit a minor interest rate increase is anticipated during the year.

Consequently the good credit quality of the lending portfolio is expected to continue and the Group's ordinary loans and advances are projected to grow by 15%, assisted for example by higher growth in ordinary loans and advances granted by Sydbank in Germany and Switzerland.

A rise of just under 3% in staffing and an increase in costs in the region of 6-7% are provided for in the budget.

Overall the Group projects core earnings of DKK 1,600-1,900m in 2007.

Profit from investment portfolios will depend on financial market developments.

The Group's tax charge is budgeted at 28%.

Market Risk

Market risk is the risk that the market value of the Bank's assets and liabilities will be affected as a result of changes in market conditions.

Overall Group market risk is stated as total interest rate, foreign exchange and equity risks. Assuming market risk forms part of the Bank's core business and is of great importance to total income.

Market risk is managed by the Treasury department in accordance with the policies and limits determined and adopted by the Bank's Board of Directors.

The Bank's Controllers continuously monitor the individual risk areas and provide the Bank's management with ongoing and extensive reporting.

Interest rate risk

Interest rate risk comprises total Group risk of loss resulting from interest rate fluctuations in the financial markets.

Sydbank adopts a cash flow model to determine the interest rate risk of fixed-rate positions (bonds etc). The Bank's duration model is used to calculate the interest rate risk of Danish callable mortgage bonds. Interest rate risk makes up the bulk of overall Group market risk.

In accordance with the ratio system of the Danish Financial Supervisory Authority, interest rate risk is calculated as the risk of a parallel shift in the interest rate level of 1 percentage point in all currencies and totals DKK 143m or 2.0% at year-end (2005: 2.3%) of Group core capital (Tier 1) (including hybrid core capital) after deductions. A calculated loss of DKK 214m (2005: loss of DKK 157m) derives from positions in Danish kroner and a calculated net gain of DKK 71m (2005: net gain of DKK 33m) from foreign exchange positions.

Interest rate risk by duration and currency

DKKm	0-1 yr	1-2 yrs	2-3 yrs	>3 yrs	Total 2006	Total 2005
DKK	(6)	(10)	47	183	214	157
EUR	1	20	(15)	(102)	(96)	(67)
USD	1	18	0	3	22	10
CHF	9	7	0	1	17	18
SEK	(1)	(7)	(2)	1	(9)	7
NOK	9	(17)	0	0	(8)	(3)
Other	5	(1)	(1)	0	3	2
Total 2006	18	10	29	86	143	
Total 2005	84	(42)	9	73		124

Foreign exchange risk

As in previous years the Sydbank Group's foreign exchange risk was insignificant in 2006.

Equity risk

The Group's portfolio of listed shares totals DKK 468m at year-end 2006 (2005: DKK 315m).

The portfolio of unlisted shares accounts for DKK 690m at year-end 2006 (2005: DKK 711m).

At year-end 2006 the portfolio of holdings in associates totals DKK 149m (2005: DKK 143m).

Derivatives

The Bank's customers and the Bank alike use derivatives to hedge and manage market risk.

Sydbank is an active trader in derivatives. The information provided on pp 44-47 illustrates the extent of unsettled transactions at year-ends 2005 and 2006.

Derivatives are included in the determination of the Group's market risk according to each of the three underlying risk types. Consequently derivatives do not imply further independent market risk for the Group.

Liquidity risk

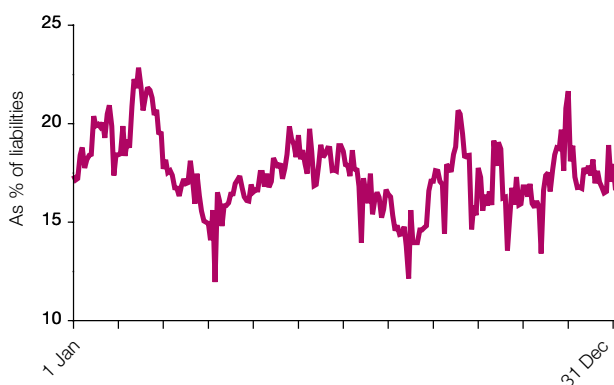
Liquidity risk forms part of the Group's market risk and comprises the risk that payment obligations cannot be honoured by means of the cash resources.

A Global MTN Programme forms part of the Bank's cash resources and guarantees the option to issue loans.

At year-end 2006 EUR 1,690m has been raised under this Programme and the Bank's untapped cash resources under the Programme represent EUR 310m.

The Bank's liquidity for 2006, measured in relation to the 10% requirement as specified in section 152 of the Danish Financial Business Act, appears from the chart below.

Liquidity in 2006



Credit Risk

Credit risk is the risk of loss as a result of a debtor's default on payment obligations to the Bank.

The Bank's total credit risk is managed according to policies and limits determined and adopted by the management.

Monitoring, follow-up and reporting to the management are undertaken centrally.

Credit risk outside trading portfolio

DKKm	2006	2005
Amounts owed by credit institutions and central banks, excl reverse repo transactions	8,018	5,523
Loans and advances at amortised cost, before collective impairment	65,721	53,694
Market values of derivatives	2,710	2,577
Irrevocable credit commitments	237	38
Guarantees, excl sector guarantees etc*	14,572	13,373
Total	91,258	75,205
Of which financial counterparties	10,953	11,140
Of which non-financial counterparties	80,306	64,065

* Sector guarantees: guarantees provided to for instance the Deposit Guarantee Fund and VP Securities Services.

Credit risk to financial counterparties

Trading in securities, currency and derivatives, as well as payment services etc, involves exposure to financial counterparties in the form of settlement risk or credit risk.

Settlement risk is the risk that the Bank does not receive payments or securities in connection with the settlement of securities or currency transactions equalling the securities or payments delivered by the Bank.

The management grants settlement risk lines and credit risk lines to financial counterparties based on the risk profile, rating, size and equity ratio of the individual counterparty. Risks and credit lines to financial counterparties are monitored continuously, also intra-day.

The Bank participates in an international foreign exchange settlement system, CLS® (Continuous Linked Settlement), which aims to reduce settlement risk. In CLS® payment is made on the net position for each currency, and only one amount for each currency is paid or received. In addition this net exposure is only to one counterparty, who is the Bank's partner within CLS®.

The Bank is currently reviewing a concept to mitigate the credit risk attributable to market values of derivatives. Exposures are calculated on a daily basis and the parties exchange collateral. Consequently exposures are reset in all material aspects on a daily basis.

The first agreements have been concluded and are managed by Operations. The number of agreements is projected to rise sharply in the coming years.

Credit risk to non-financial counterparties

In recent years the Bank has developed rating models for retail customers and corporate clients. The models are applied in connection with the management of retail and corporate credit risks. The overall purpose is to identify any deterioration in the financial position of a customer as early as possible – in order to work out a plan of action in cooperation with the customer.

The models are increasingly applied in connection with credit facilities, pricing and profitability analysis and moreover as input in connection with the assessment of concentration risks.

Customers are currently rated in three partially independent models: a corporate rating model, an SME rating model and a retail rating model. All models are based on statistical processing of customer data for the purpose of rating customers according to their probability of default (PD) within the coming 12 months. Furthermore the corporate rating model contains a qualitative element in the form of industry and strength profiles which together can affect rating of exposures.

Model development is based on the recommendations submitted by the Basel Committee. Through dialogue with other interested parties in the market (credit institutions, supervisory authorities, rating agencies etc) the Bank has ensured that the models comply with market standards.

In autumn 2006 the Bank filed an application with the Danish Financial Supervisory Authority (FSA) for approval of the models to determine the capital requirement in accordance with Basel II. As regards retail customers, the application concerns approval for the use of the advanced approach under which the Bank estimates probability of default (PD), loss given default (LGD) and conversion factor (CF). As regards corporate clients the application initially concerns approval for the use of the foundation approach according to which the Bank estimates only PD and not LGD or CF.

The development and maintenance of rating and credit models will also in future represent an important part of the Bank's expertise, and the findings will be broadly used in the Bank by advisors, credit staff, central functions as well as the Bank's Group Executive Management and Board of Directors.

With a view to ensuring complete and valid data to be applied in the rating and credit models, Sydbank has set up a special data qualify function.

In 2006 the corporate rating model was validated by Moody's KMV in London. The predictive power of the model is regarded as high and stable.

Exposures to non-financial counterparties

	2006		2005	
	DKKm	Share rated (%)	DKKm	Share rated (%)
Exposures outside rating models	8,651	11	7,243	11
Retail	28,435	35	23,828	37
SME	1,953	2	1,201	2
Corporate	41,267	52	31,793	50
Total	80,306	100	64,065	100

Exposures outside rating models

Part of the exposures to non-financial counterparties is not yet comprised by the rating models. In its application to the FSA, the Bank has applied for exemption in this respect.

The exposures not included in the rating models consist mainly of exposures via foreign entities and Sydleasing.

The Bank has formulated action plans as to how and when the above exposures will form part of the Bank's rating models, and in the long term all significant exposures will be included.

Retail customers

At year-end 2006 the retail exposure totals DKK 28,435m or 35% of total exposures compared with DKK 23,828m or 37% of total exposures at year-end 2005.

All the Bank's retail customers are rated.

The retail model is based primarily on account behaviour. On the basis of this data and inherent statistical correlations, customers are rated according to PD vis-à-vis the Bank within the coming 12 months.

Retail customers by rating category

Rating category (%)	2006	2005
1	30	30
2	29	30
3	20	19
4	8	9
5	7	7
6	5	4
7	1	1
8	0	0
9	0	0
Default	0	0
Total	100	100

The exposure to rated retail customers in rating categories 1-3, equal to Moody's investment grade, makes up an unchanged 79%.

Credit Risk

SMEs

At year-end 2006 the Bank's exposure to SME totals DKK 1,953m against DKK 1,201m at year-end 2005, equal to 2% of total exposures.

All the Bank's SME clients are rated.

The SME model is largely identical to the retail model albeit the data has been supplemented by further variables.

SMEs by rating category

Rating category (%)	2006	2005
1	0	0
2	18	19
3	36	38
4	23	19
5	13	15
6	4	3
7	2	2
8	2	2
9	2	1
Default	0	1
Total	100	100

The Bank's exposure to rated SMEs in rating categories 1-3, equal to Moody's investment grade, constitutes 54% (year-end 2005: 57%).

Corporate clients

At year-end 2006 the Bank's exposure to corporate clients comprises DKK 41,267m, equal to 52% of total exposures compared with DKK 31,793m and 50% of total exposures at year-end 2005.

99.9% of the Bank's corporate clients were rated at year-end 2006 compared with 99.7% at year-end 2005.

The corporate model is based primarily on accounting data and strength profiles. Consequently the weight of the credit officer and/or advisor's influence on customer rating is increased.

Corporate clients by rating category

Rating category (%)	2006	2005
1	3	0
2	23	31
3	27	24
4	25	22
5	10	10
6	5	4
7	2	2
8	1	2
9	3	4
Default	1	1
Total	100	100

The Bank's exposure to rated corporate clients in rating categories 1-3, equal to Moody's investment grade, totals 53% (year-end 2005: 55%).

Operational Risk

As of 1 January 2007 the new capital requirement rules (Basel II) became effective, including the calculation of capital requirements for operational risk. In this context operational risk is the risk of direct or indirect loss as a result of inadequate or failed internal processes, people and systems or external events.

On the basis of these rules Sydbank has been working on a project to examine and describe the Bank's risk exposure and to identify and focus on events and areas which are likely to generate added value for the Bank. Sydbank applies the Standardised Approach in connection with the calculation of capital requirements under Basel II.

For the purpose of describing and estimating the Bank's op risk exposure related to products and business lines, ongoing and systematic collection of risk-related loss information has taken place in the Bank for a number of years. Collection is fully electronic and loss data is classified according to event type and business line.

Collection and storage of loss data is a significant condition of any subsequent application of internal models in capital requirement calculation.

The management receives ongoing reporting of significant losses that can be attributed to op risks, including distribution by event type and business line as well as developments concerning frequency and size. As mentioned in the 2005 Annual Report, the Bank aims to incorporate key risk indicators in its reporting. Key risk indicators are factors/events which, in the Bank's assessment, suggest where the risk of operational errors may be rising. This part of the reporting has not developed as expected in 2006 but will be given increased attention in the years ahead – by means of analysis and reporting.

The Bank's efforts to review its business lines in order to identify individual events comprising op risk elements continued in 2006. The events are described in relation to projected intervals, projected size of loss as well as estimates of the largest possible loss of the individual event. On the basis of these descriptions an overall risk assessment of the individual events and the entire business line is made. Business procedures and routines are also incorporated in risk assessments. This work will continue in the years to come.

A substantial part of the review conducted together with the divisions is to uncover the areas in which the Bank may incur significant losses. In general such risks are characterized by a very low frequency and are moreover difficult to estimate as regards potential/projected size. Identification is mainly carried out in order to disclose and specify the areas of risk but also to ensure measures that minimize the risk of such events occurring.

IT is another significant op risk aspect. In recent years the Bank has reviewed and described the entire area – system by system. Forming part of this description, individual event requirements have been set up as to support, error reporting and error correction.

The Bank's management continuously reviews IT security and specifies levels of eg accessibility and reliability of systems as well as data. As a result of these requirements, a significant part of the Bank's use of IT has been mirrored to minimise the risk of breakdown. The requirements apply to the internal IT organization as well as the joint organization at Bankdata. As part of this process, the internal operation is currently being transferred to Bankdata.

Mission Statement and Business Goals

History and status

Sydbank, Denmark's fourth largest bank, was established in 1970 as the result of a merger between four small banks in Southern Jutland. Since then the Bank, whose head office is located in Aabenraa, has grown through mergers, acquisitions and branch openings, and today its scope of activities encompasses the entire country.

The Bank's national market share represents 4-8%, depending on customer segment and type of business. The share is naturally largest in the regions where Sydbank has its historical roots – especially Southern Denmark. The Bank's international presence includes branches in North Germany and a subsidiary bank in St. Gallen, Switzerland.

For a number of years Sydbank has recorded significant growth in business volume and generated financial results ranking it among the top performers of the banking sector.

Since 2000 Moody's has rated the Bank as follows: A2 (long-term); P-1 (short-term); C+ (financial strength).

Mission statement

Since 1995 the Bank's fundamental values have been communicated via its mission statement, which was most recently revised in 2004. The mission statement affirms that, as a service undertaking, Sydbank first and foremost exists for its customers. In all relations the Bank aims to create value based on the service philosophy "What can we do for you" and to be perceived as competent, reliable, obliging and competitive.

Sydbank aims to be perceived by retail customers and small corporate clients as an attentive, accessible and professional business partner with roots in the local community. As regards major clients, including corporate enterprises, other banks and institutional clients, the Bank wishes to be perceived as an attentive and accessible business partner that fulfils clients' banking requirements by delivering professional, dynamic services coupled with financial capacity.

Via branch openings and continued expansion of electronic accessibility, reinforced by broad market communication, Sydbank aims to consolidate its position as a nationwide player. The Bank aims to increase its domestic market share and to further develop its long-standing presence in North Germany as well as its international private banking activities.

Sydbank's organizational philosophy is based on the needs and requirements of customers and business activities, and on broad delegation of professional competence and decision-making responsibility to individual customer oriented units. At the same time efforts are made to streamline administration. Consequently satisfied, knowledge-seeking, committed, flexible and efficient employees are the Bank's most valuable resource and competitive parameter.

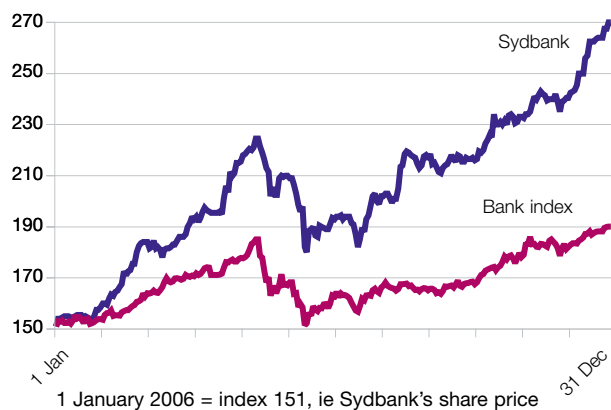
Overall financial goals

The Bank will continue to generate financial results to the satisfaction of shareholders' long-term return expectations and exceeding the average return of Danish banking peers. Sydbank's solvency ratio must meet statutory requirements plus 2 percentage points and core capital (excl hybrid capital) must represent a minimum of 7%.

The Sydbank share

At year-end 2006 Sydbank's shareholders numbered 135,000. One shareholder, Nykredit, has reported a holding of more than 5% of Sydbank's share capital. In October 2006 Sydbank was admitted to the OMX Nordic Large Cap list and later the same year the Bank became eligible for listing on OMXC20 – the elite index of the Copenhagen Stock Exchange. The Sydbank share price (DKK 10 each) stood at 270 at year-end 2006 against 151 at the beginning of 2006 and 108 at the beginning of 2005.

Share price developments 2006



Customers and Business Areas

Customers

Sydbank has 340,000 customers including approx 25,000 corporate clients. The number of customers is growing – a highly satisfactory trend, also considering the Bank's focus on total banking relationships as well as mutual profitability and loyalty between customer and banking partner. Moreover it demonstrates Sydbank's ability to attract and retain customers in a highly competitive market.

Business areas

Sydbank's product range and supply channels are competitive and fulfil customer needs and requirements. The Bank attaches importance to being a proactive sparring partner and providing professional advice as well as smooth and efficient services for the benefit of all customer segments: retail customers, private banking clients and corporate clients. This is based on Sydbank's knowledge of individual customer needs and requirements and on staff specialist knowledge and expertise within areas such as finance/mortgage credit and pensions.

Retail customers

Sydbank has chosen to operate its banking business focussing on the development of services.

As a result product innovation is ongoing. Most recently, Sydbank's expertise in the German market was applied to develop Danish cross-border financing products for the purchase of owner-occupied homes/holiday flats in North Germany. Furthermore Sydbank expects to be one of the first banks to join PensionsInfo, an association of Danish pensions providers, in May 2007.

To supplement its product development the Bank has concluded a number of cooperation agreements with sub-suppliers from outside the classic bank product range. Sydbank's primary mortgage credit partners are Totalkredit/Nykredit and DLR (the Agricultural Mortgage Bank) and the Bank's insurance partners are Topdanmark and PFA.

Investment advice and private banking

Investment advice and asset management are in sharp growth,

and Sydbank has focussed on these business areas for quite a few years. Wide presence and professional expertise established the Bank among the very first to meet the asset management requirements of eg private banking clients.

Working with for instance the investment fund, *Investeringsforeningen Sydinvest*, Sydbank manages security-based savings totalling DKK 61bn at year-end 2006.

Sydbank's customer oriented expertise within investment advice and asset management is available in 16 local investment centres. The customer solutions offered by the Bank are based on personal knowledge and attention as well as on customer needs oriented tools and analyses and are reflected in the sector's perhaps best ratio of decentralized investment competence to custody volume. Consequently Sydbank is in a strong position also to respond to the growing demands of wealthy Danish private banking clients.

Based on its expertise within investment advice, Sydbank has very successfully provided investment advice and asset management to foreign clients through its Private Banking International department in Gråsten for a number of years.

Sydbank (Schweiz) AG

In 2003 Sydbank established the subsidiary bank, Sydbank (Schweiz) AG, which from its domicile in St. Gallen, Switzerland, targets private banking clients among others domiciled outside Denmark, including Danish expatriates. The subsidiary has a staff of around 30 and in 2006, its fourth year of operation, it recorded a pre-tax profit of DKK 7m.

Corporate clients

Sydbank is and will continue to be a competitive all-round bank for its corporate clients.

Sydbank has special competence when eg corporate clients request efficient payment services and cash management solutions – nationally as well as internationally. An illustration of this is the Bank's branches in Germany as well as its active participation in the newest cross-border euro payment systems and in Connector.

Another field of competence is the hedging of corporate clients' interest rate and foreign exchange risks. Client needs are identified by means of ongoing advisory services, and a sophisticated analysis tool is applied to provide an overview of a client's funding structure as well as interest rate and foreign exchange risks. Against this background the Bank offers interest rate hedging of short-term and long-term facilities as well as a broad palette of instruments, including ordinary forward contracts and structured option products to hedge foreign exchange risks. Moreover corporate clients are offered professional eBanking solutions within specialized areas such as foreign exchange trading and documentary credits.

A growing number of corporate clients have joined Sydbank's corporate pension programme, which is a flexible and competitive product to accommodate the business sector's requirements in this area.

Merchant Bank is a specialist function providing advisory services to corporate clients on for instance succession, the raising of subordinate capital, initial public offerings and equity issues as well as incentive schemes such as employee bonds and shares.

Sydbank regularly takes part in polls focussing on corporate clients' satisfaction with their primary banker. The 2006 Aalund Business Research survey, based on interviews with corporate enterprises with 10-499 employees, showed that Sydbank continues to be the primary banker in Denmark with the most satisfied and loyal corporate clients.

Sydbank in Germany

Sydbank in Germany targets Danish corporate clients who trade with Germany as well as German corporate clients and retail customers. Specialist advice on investments and private banking is also available at Sydbank's German branches in Flensburg and Hamburg – and from April 2007 also at the Bank's new branch in Kiel. In addition the Flensburg branch is a specialist banker for retail customers commuting across the Danish-German border.

Sydleasing

Effective from 1 January 2007, Sydleasing A/S (formerly SBK-Invest A/S), Sydbank's wholly-owned subsidiary, has merged with Sydbank A/S. Sydleasing's activities, which besides leasing include factoring (Sydfactoring) as well as the financing of yachts (SøFinans), will be continued within Sydbank.

Sydbank Markets

Sydbank Markets manages the Bank's trading and customer oriented activities within the securities, interest rate and foreign exchange markets. Sydbank Markets, Asset Management and Operations are located at the Bank's head office in Aabenraa and have a staff of approx 150.

Sydbank Markets quotes all prices and performs market making obligations. Sydbank Markets is a primary dealer of Danish government bonds – a market maker function undertaken by very few Danish banks. Other areas of responsibility include the servicing of a few major clients, local banks and the Bank's investment centres.

Since 2006 the Treasury department of Sydbank Markets has been responsible for the Bank's treasury portfolio – formerly undertaken by a separate division.

Asset Management undertakes traditional asset management such as management of the Bank's pooled plans and individual portfolio management mandates. In addition Asset Management is the organizational domicile of Emerging Markets & Structured Credit, whose target markets include the institutional segment where the group has achieved a commercial breakthrough. Moreover Asset Management is professionally responsible for the Bank's decentralized investment centres. These centres have a total staff of around 80, who provide investment advisory services to Sydbank's private banking clients and advise on foreign exchange and interest rates to corporate clients in particular.

Operations, with a staff of around 50, performs tasks for Sydbank Markets as well as Asset Management and furthermore provides a number of custodial services for other financial institutions.

Organization, Distribution and Staff

In terms of customer orientation and physical location Sydbank is organized in 16 Danish regions, branches in Germany, PBI in Gråsten, a subsidiary bank in Switzerland, Sydleasing, and the expert functions at the Peberlyk head office in Aabenraa, including Sydbank Markets, Asset Management and Operations.

Providing full service to all customers, the Danish regions are organized in corporate, investment and retail sections and service the Bank's smaller branches. Administrative tasks are carried out by customer secretariats in the regional head offices and supported by expert functions at head office.

Branches

Sydbank has a total of 110 customer oriented branches, including 2 in Germany.

During the past five years the Bank has opened new branches in central Jutland and North Zealand. The most recent branch opening was in Ballerup. By enlarging the physical distribution network, Sydbank's operations are expanded in the parts of the country where the Bank does not have a presence. At the same time the structure of a continued wide branch network is gradually adjusted within the Bank's original core areas to allow – naturally in a cost-effective fashion – continued presence also in small communities. Three small branches were closed in 2006.

Customer and employee safety in connection with physical services and the supply of cash is given high priority. Time delay locks have been installed in all branches. With increased security against robberies as the chief aim, the Bank plans to continue to expand the number of cashless branches.

In 2007 the Bank will open its third branch in Germany – in Kiel, the capital of the Bundesland Schleswig-Holstein. According to the cooperation agreement Sydbank will take over a customer and business portfolio as well as premises from the local bank, Bank Companie Nord. As a result Sydbank will enhance its firm footing in the promising North German market where the Bank is already represented in Flensburg and Hamburg.

Self-service/eBanking

The Bank's comprehensive websites enable customers to access valuable financial information, prepare financial backgrounds for decisions in different areas, as well as perform calculations regarding eg pensions and housing finance.

Sydbank's NetBank enables customers to carry out ordinary banking transactions, including securities trading, and gives customers the possibility to obtain pension and insurance overviews – also graphically – and to receive SMS messages or e-mails for instance when a pay cheque has been credited an account or a securities transaction has been implemented. The electronic filing system, eArkiv, which the vast majority of NetBank customers have chosen to use instead of ring binders, is now able to store more than 50 different types of banking documents.

The sharp rise in the number of NetBank customers and their use of NetBank for transactions and banking business continued in 2006. The number of securities transactions via NetBank doubled in 2006 compared with 2005, and considerable price cuts in equities trading via NetBank are expected to generate increased business growth via this channel.

Sydbank's corporate client Online Banking will be expanded in 2007 to include an internet version that can be fully integrated with a client's ERP system and that supports all types of electronic cash management.

The Bank's hotline, which is also open at night, services all eBanking solutions. In 2006 the hotline responded to more than 110,000 customer enquiries.

More than 80% of the Bank's payment transactions – national as well as international – are conducted via Sydbank's eBanking systems.

As a supplement to the Bank's Dankort card issue, with or without the Visa facility, and the Visa Electron card issue, Sydbank launched one of the market's strongest and most versatile credit card programmes in 2005. The Bank's MasterCard

package comprises ten different types of credit cards, including Classic, Gold and Platinum for both retail customers and corporate clients. All Sydbank MasterCard offer interest-free credit for up to 45 days and provide the option of unique travel insurance as well as a number of benefit programmes. The response to Sydbank MasterCard by retail customers and corporate clients has been extremely positive. At end-2006 Sydbank MasterCard in circulation numbered more than 10,000.

All Sydbank branches have an ATM, 143 in all, and 127 ATMs are open for cash withdrawals virtually 24/7/365. Last year the Bank's ATMs handled more than 5m cash withdrawals – equal to almost 80% of all cash withdrawals in or through the Bank.

Staff

In 2006 Sydbank's staff rose from 2,123 to 2,190 (full-time equivalent) – an increase of 3.2%. The increase in staff reflects the high level of activity throughout the year, eg the number of staff has been increased in the Bank's investment and private banking departments. Other factors contributing to the rise in staff include the opening of new branches as well a substantial growth in business volume eg in the Greater Copenhagen area and North Germany.

In 2006 Sydbank hired 30 trainees/financial economists and two new groups of academics began as trainees in the corporate client and investment segments. In a continued tight labour market Sydbank has successfully managed to attract and retain competent employees.

IT

Bankdata is Sydbank's primary IT supplier and acts as supplier to around 20 other Danish banks.

Sydbank is strongly positioned within IT. As in 2006, 2007 will focus on introducing new eBanking facilities targeting the Bank's corporate clients and major investment clients.

Furthermore intense preparations as regards SEPA (Single Euro Payments Area) and electronic registration, scheduled to start in spring 2008, are already underway.

Ongoing investments are made in the further development of modern tools for the Bank's advisors – based on the same technological platform as NetBank. The aim is to maintain the Bank's quality of advisory services and level of accessibility regardless of the channel used by the customer.

Moreover the Bank's current project of upgrading its existing telephone systems to IP telephony will be completed in the year to come.

The operational reliability of the Bank's systems was high also in 2006 with accessibility very close to 100%.

Regional Bankers' Association

Sydbank is a member of the Regional Bankers' Association (RBF) together with Amagerbanken, Arbejdernes Landsbank, Fionia Bank, Jyske Bank and Spar Nord Bank. The main object of the Association is to strengthen members' position in relation to sector policy. The Association's secretariat in Copenhagen coordinates the Association's work.

Corporate Governance

Since 2002 Sydbank has backed and actively addressed the Corporate Governance Recommendations issued by the Nørby Committee of the Copenhagen Stock Exchange. The Bank's position in this respect has since then been referred to in its annual reports.

At its meeting in December 2006 the Bank's Board of Directors reviewed the recommendations of the Copenhagen Stock Exchange on the basis of the "comply-or-explain" principle.

The Board of Directors of Sydbank supports the corporate governance efforts and the dialogue with the Bank's stakeholders, and the Board of Directors has decided to comply with the most important elements of the new recommendations of the Committee. The position of the Board of Directors as regards the recommendations can be read in its entirety in the section on corporate governance at the Danish website, www.sydbank.dk "Om Sydbank" – "Investor Relations" – "Investor service" – "IR-fakta".

In some areas the Board of Directors has decided to comply only partly with the recommendations and in a few areas it has decided not to comply at all.

Highlights:

- Sydbank's Articles of Association include a voting right limitation (no shareholder on his own behalf may cast a vote of more than 5,000).
- The framework for the work of the Board of Directors and the Chairman is considered to be sufficiently stipulated and described in the procedures of the Board of Directors.
- The existing framework for the work of the Board of Directors is considered adequate also in relation to recruitment criteria etc concerning new board members, restrictions as regards other directorships of the board members, length of the term of office as well as recurrent evaluation procedures.

Additional highlights:

- In the event of takeover bids the Board of Directors will to the best of its ability consider all interests – primarily of course the interests of the Bank and the shareholders – while respecting the Bank's declared aim of remaining independent.
- Sydbank does not comply with the recommendation on openness about remuneration to the members of the Group Executive Management and the Board of Directors as the Board of Directors finds that private information of this nature is not relevant to the public.
- Sydbank does not comply with the recommendation on interaction and the conclusion of agreements between the Bank and external auditor.

Management Statement

Today we have prepared the 2006 Annual Report of Sydbank A/S.

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU, and the financial statements of the Parent Company have been prepared in accordance with the Danish Financial Business Act. Furthermore, the annual report has been prepared in compliance with additional Danish disclosure requirements for annual reports of listed financial companies.

We consider the accounting policies applied to be appropriate and the annual report gives a true and fair view of the Group's and the Parent Company's assets, liabilities and financial position at 31 December 2006 and of the results of the Group's and the Parent Company's operations and consolidated cash flows for the financial year 1 January – 31 December 2006.

We propose that the Annual Report be submitted for adoption by the AGM.

Aabenraa, 20 February 2007

Group Executive Management

	Carsten Andersen (Group Chief Executive)	
Preben Lund Hansen		Torben A. Nielsen

Board of Directors

Kresten Philipsen (Chairman)	Anders Thoustrup (Vice-Chairman)	Otto Christensen
Vagn F. Christensen	Peder Damgaard	Harry Max Friedrichsen
Hanni Toosbuy Kasprzak	Per Olesen	Sven Rosenmeyer Paulsen
Jan Uldahl-Jensen	Margrethe Weber	

Auditors' Reports

Internal Audit

To the Shareholders of Sydbank A/S

We have audited the annual report of Sydbank A/S for the financial year 1 January – 31 December 2006, which comprises the statement of the Board of Directors and Group Executive Management on the annual report, the management's review, a summary of significant accounting policies, the income statement, balance sheet, statement of changes in equity, cash flow statement for the year then ended and notes for the Group as well as the Parent Company. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU, and the financial statements of the Parent Company have been prepared in accordance with the Danish Financial Business Act. Further, the annual report has been prepared in accordance with additional Danish disclosure requirements for annual reports of listed financial companies.

Basis of opinion

We conducted our audit on the basis of the executive order of the Danish Financial Supervisory Authority on the performance of the audit in financial institutions etc and financial groups and in accordance with Danish Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual report is free from material misstatement.

The audit has been performed in accordance with the segregation of duties as agreed with the external auditor and involves evaluating established procedures and internal control including the risk management planned by the Board of Directors and Group Executive Management as regards reporting processes and significant business risks. Based on an evaluation of materiality and risk we have examined, on a test basis, the basis for the amounts and disclosures in the annual report, including

examining evidence supporting the amounts and disclosures of the annual report. The audit also included evaluating the appropriateness of accounting policies applied by the Board of Directors and Group Executive Management and the reasonableness of accounting estimates made by the Board of Directors and Group Executive Management, as well as evaluating the overall presentation of the annual report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion established procedures and internal control, including the risk management planned by the Board of Directors and Group Executive Management as regards reporting processes and significant business risks, are satisfactory.

Moreover it is our opinion that the annual report gives a true and fair view of the Group's and the Parent Company's assets, liabilities and financial position at 31 December 2006 and of the results of the Group's and the Parent Company's operations and consolidated cash flows for the financial year 1 January – 31 December 2006 in accordance with International Financial Reporting Standards as adopted by the EU in respect of the consolidated financial statements, in accordance with the Danish Financial Business Act in respect of the financial statements of the Parent Company and in accordance with additional Danish disclosure requirements for annual reports of listed financial companies.

Aabenraa, 20 February 2007

Ole Kirkbak

Head of Internal Audit

Auditors' Reports

Independent Auditor's Report

To the Shareholders of Sydbank A/S

We have audited the annual report of Sydbank A/S for the financial year 1 January – 31 December 2006, which comprises the statement of the Board of Directors and Group Executive Management on the annual report, the management's review, a summary of significant accounting policies, the income statement, balance sheet, statement of changes in equity, cash flow statement for the year then ended and notes for the Group as well as the Parent Company. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU, and the financial statements of the Parent Company have been prepared in accordance with the Danish Financial Business Act. Further, the annual report has been prepared in accordance with additional Danish disclosure requirements for annual reports of listed financial companies.

Responsibility of the Board of Directors and Group Executive Management

The Board of Directors and Group Executive Management are responsible for the preparation and fair presentation of an annual report in accordance with International Financial Reporting Standards as adopted by the EU (consolidated financial statements), the Danish Financial Business Act (financial statements of the Parent company) and additional Danish disclosure requirements for annual reports of listed financial companies. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of an annual report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility and basis of opinion

Our responsibility is to express an opinion on this annual report based on our audit. We conducted our audit in accordance with Danish Auditing Standards. Those standards require that we comply with ethical requirements and plan and perform the

audit to obtain reasonable assurance about whether the annual report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the annual report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the annual report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies applied by the Board of Directors and Group Executive Management and the reasonableness of accounting estimates made by the Board of Directors and Group Executive Management, as well as evaluating the overall presentation of the annual report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the annual report gives a true and fair view of the Group's and the Parent Company's assets, liabilities and financial position at 31 December 2006 and of the results of the Group's and the Parent Company's operations and consolidated cash flows for the financial year 1 January – 31 December 2006 in accordance with International Financial Reporting Standards as adopted by the EU in respect of the consolidated financial statements, in accordance with the Danish Financial Business Act in respect of the financial statements of the Parent Company and in accordance with additional Danish disclosure requirements for annual reports of listed financial companies.

Aabenraa, 20 February 2007

KPMG C. Jespersen
Statsautoriseret Revisionsinteressentskab
Sven Jørgensen
State Authorised Public Accountant

Accounting Policies

Basis of preparation

The financial statements of the Sydbank Group have been prepared in compliance with International Financial Reporting Standards (IFRS) as adopted by the EU. The financial statements of the parent, Sydbank A/S, have been prepared in compliance with the Danish Financial Business Act, including the executive order on financial reporting of credit institutions and brokerage firms etc, which is in compliance with IFRS apart from the measurement of holdings in subsidiaries and associates at equity value.

In connection with the preparation of financial statements the management estimates and assesses future events as the basis of measurement of assets and liabilities.

The estimates and assessments are based on assumptions that the management finds reasonable. However by their nature these assumptions are uncertain and unpredictable. They may prove to be incomplete or inaccurate as a result of developments differing from projections in the external environment in which the Group operates or in other respects relating to customers or business relations.

Furthermore the annual report has been prepared in compliance with additional Danish disclosure requirements for annual reports of listed financial companies.

Impact of new accounting provisions

In 2006 Sydbank has applied all new and amended standards relevant to the Bank and which are effective for accounting periods beginning or after 1 January 2006.

In 2006 the following standards were applied as of 1 January 2006:

- Amendment to IAS 19 *Employee Benefits*
- Amendment to IAS 21 *The Effects of Changes in Foreign Exchange Rates*
- Amendment to IAS 39 *Financial Instruments – measurement of financial assets and financial liabilities at fair value*
- Amendments to IAS 39 and IFRS 4 *Financial guarantee contracts issued will be regulated by IAS 39 instead of IFRS 4.*

The application of these standards has not resulted in any changes of amounts in the 2006 financial year or earlier.

At the end of 2006 the following standards have been issued effective 1 January 2007 but not yet applied:

- IFRS 7 *Financial Instruments – Disclosures*
- Amendment to IAS 1 *Presentation of Financial Statements – Capital Disclosures.*

The application of these standards, which concern disclosure and presentation only, is not expected to have any significant impact on Sydbank's annual report.

Significant recognition and measurement principles

Consolidated financial statements

The consolidated financial statements include the parent, Sydbank A/S, as well as subsidiaries in which Sydbank A/S exercises control over financial and operating policies. The Group Structure (p 34) lists the consolidated entities.

The consolidated financial statements combine the financial statements of the parent and the individual subsidiaries in accordance with the Group's accounting policies, in which intragroup income and costs, shareholdings, balances and dividends as well as realised and unrealised gains on intragroup transactions have been eliminated.

Intragroup trading

The Sydbank Group comprises a number of independent, legal entities. Intragroup transactions and services are settled on an arm's length or cost-coverage basis.

Foreign currency translation

The consolidated financial statements are presented in DKK. Transactions in foreign currencies are translated at the exchange rate on the date of transaction. Balances in foreign currencies are translated at the rate on the balance sheet date.

Offsetting

The Sydbank Group sets off assets and liabilities only when the Group has a legally enforceable right to set off the recognised

amounts and at the same time intends to settle on a net basis or to realise the asset and settle the liability simultaneously.

Income recognition

Income and expenses are accrued over the periods to which they relate and are recognised in profit or loss at the amounts relevant to the accounting period. Fees and commission concerning loans and advances and amounts owed are included in the carrying amounts of loans and advances and amounts owed and are recognised in profit or loss over the life of the loans as part of the effective interest rate. Guarantee commission is recognised as income over the life of the guarantees. Income for implementing a given transaction, including securities and custody fees as well as payment service fees, is recognised as income when the transaction has been implemented.

Core income

Core income is defined as income before costs excluding investment portfolio income. Core income comprises core income excluding trading income, and trading income. Trading income derives from trading in instruments based on interest rates, equities and foreign exchange as well as gains/losses on the related trading portfolio. Trading income also comprises income relating to asset management and advisory services, including commission and fees from investment funds and the Bank's pooled plans as well as custody fees.

Core earnings

Core earnings represent total core income less costs and impairment charges for loans and advances etc relating to core income.

Profit from investment portfolios

Profit from investment portfolios derives from the portfolios of shares, bonds, derivatives and holdings managed by the Group's Treasury department. Profit from investment portfolios is less funding charges and costs.

Repo and reverse repo transactions

Securities sold under agreements to repurchase the same are recognised in the balance sheet as if the securities were still

part of the portfolio. Consideration received is recognised as a debt and the difference between selling and buying prices is recognised over the life as interest in profit or loss. Any gain on securities is recognised in the income statement.

Securities bought under agreements to resell the same are not recognised in the balance sheet and any gain is not recognised in profit or loss. Consideration paid is recognised as a receivable and the difference between selling and buying prices is recognised over the life as interest in the income statement.

Repo and reverse repo transactions are recognised and measured at fair value as they are regarded as an integral part of the Bank's trading portfolio and form part of ongoing risk management and determination of gain thereon.

Amounts owed and loans and advances

Initial recognition of amounts owed by credit institutions and central banks as well as loans and advances is at fair value plus transaction costs and less origination fees received.

Subsequent measurement of amounts owed by credit institutions etc and loans and advances that are not reverse repo transactions is at amortised cost less impairment charges for loans and advances. Amounts owed by credit institutions and central banks at amortised cost are all assessed individually to determine whether objective evidence of impairment exists. As regards significant loans and advances assessment is carried out to determine whether there is objective evidence of impairment.

There is objective evidence of impairment of loans and advances if one or more of the following events have occurred:

- Considerable financial difficulties on the part of the borrower.
- Breach of contract by the borrower, for instance by way of failure to fulfil the payment obligations as regards instalment and interest.
- Special terms granted to the borrower by the Sydbank Group, which would otherwise not have been considered if the borrower had not been experiencing financial difficulties.
- The likelihood of bankruptcy or other financial restructuring on the part of the borrower.

Accounting Policies

Impairment charges are determined individually when there is objective evidence of impairment at an individual level. Individually assessed loans and advances without impairment as well as other loans and advances are subsequently assessed at portfolio level. If there is objective evidence of impairment at portfolio level an impairment test is carried out where the expected future cash flows are estimated on the basis of the historical loss experience adjusted for the effects of current conditions.

Impairment charges are determined as the difference between amortised cost and the discounted value of the expected cash flows, including the realisable value of any security. Any subsequent increase in the discounted value of the expected cash flows will result in reversal in full or in part of the impairment charge. Determination of the discounted value is based on the original effective interest rate as regards fixed-rate loans and advances and the current effective interest rate as regards floating-rate loans and advances.

Income recognition of interest on loans and advances will cease if individual impairment losses are recorded. Instead interest on the impaired value of the loan is recognised as income at the original rate of interest.

Leasing

Leased assets in connection with finance leases in which the Group is the lessor, are recognised under loans and advances at the net investment in the leases less depreciation (repayment), which is computed according to the annuity method over the lease term. Income from the leased assets is recognised on the basis of the agreed effective interest rate of the leases and is recognised in profit or loss under interest income. Profit or loss on the sale of leased assets is recognised as "Other operating income" or "Other administrative expenses".

Bonds and shares etc

Bonds and shares etc are recognised and measured at fair value. The fair value option is applied to shares outside the trading portfolio as they form part of a portfolio which is managed and measurement of return is based on fair value. As

regards listed securities the closing price is applied. Determination of fair value of unlisted shares and other holdings is based on available information about trades etc or alternatively value in use calculations based on expected future cash flows. If a reliable fair value cannot be determined, measurement will be at cost less any impairment charges. Purchase and sale of securities are recognised on the settlement date.

Holdings in subsidiaries

Holdings in subsidiaries are recognised at the equity value of the entities in the financial statements of the parent.

Holdings in associates

Associates are entities that are not subsidiaries but in which the Group owns holdings and exercises a significant albeit not controlling influence. Holdings in associates are recognised at the proportionate share of the equity value of the entities in the consolidated financial statements as well as the financial statements of the parent.

Derivatives and hedge accounting

Derivatives are recognised and measured at fair value. Positive market values are recognised under "Other assets". Negative market values are recognised under "Other liabilities".

Market value adjustment of derivatives, mainly interest rate swaps concluded for the purpose of hedging the interest rate risk of fixed-rate loans and advances, generates immediate asymmetry in the financial statements as fixed-rate loans and advances are recognised at amortised cost. The asymmetry is eliminated by applying the macro hedging provisions of IFRS. The calculated change in the fair value of the hedged loans and advances is recognised in the balance sheet under hedge adjustment and is recognised in profit or loss under the item "Market value adjustments".

Pooled plans

All pooled assets and deposits are recognised in separate balance sheet items. Return on pooled assets and distribution to holders of pooled assets are recognised under "Market value adjustments".

Investment property

Investment property is property held to earn rental income and/or for capital appreciation.

Investment property is recognised on acquisition at cost and subsequent measurement is at fair value. The adjustment of fair value as well as rental income is recognised in the income statement under "Other operating income". The fair value of investment property is determined on the basis of a systematic assessment of the expected return on the property.

Investment property is not depreciated.

Owner-occupied property

Owner-occupied property is property out of which the Group operates its business.

Owner-occupied property is recognised on acquisition at cost and subsequently carried at a revalued amount based on the return method. The underlying assumptions of return and return percentage are assessed by external property valuers. Owner-occupied property is depreciated using the straight-line method over the expected useful life of 50 years, taking into account the expected residual value at the expiry of the useful life.

As regards minor property, fair value measurement is based on the public land assessment.

Depreciation and impairment are recognised in the income statement under "Depreciation and impairment of property, plant and equipment".

Other property, plant and equipment

Other property, plant and equipment is recognised at cost less depreciation and impairment. Depreciation is provided on a straight-line basis over the estimated useful life, typically 3-5 years. Leasehold improvements are depreciated over the term of the lease.

Depreciation and impairment are recognised in the income statement under "Depreciation and impairment of property, plant and equipment".

Assets temporarily acquired

Assets temporarily acquired comprise assets which have been taken over in settlement of non-performing customer agreements where it is the aim to realise the assets as quickly as possible. Assets temporarily acquired are recognised at fair value on acquisition and subsequent measurement is as stated under "Assets held for sale".

Other assets

This item includes assets not recognised under other asset items, eg positive market values of spot transactions and derivatives as well as interest receivable.

Dividends

Proposed dividend is recognised as a liability at the time of adoption at the AGM. Dividends proposed for distribution for the year are recognised as a separate item in equity until adoption.

Own shares

Consideration paid or received in connection with the Group's purchase and sale of Sydbank shares is recognised directly in equity.

Other liabilities

This item includes liabilities not recognised under other liability items, eg negative market values of spot transactions and derivatives, interest payable and provisions for employee benefits.

Wages and salaries, social security contributions and compensated absences are recognised in the financial year in which the associated service has been rendered by the Group's employees. Costs relating to the Group's long-term employee benefits are accrued and follow the service rendered by the employees in question. Pension contributions are paid into the employees' pension plans on a continuing basis and are charged to the income statement – with the exception of one contract where the capitalized value of the pension obligation has been provided for.

Accounting Policies

Provisions

Provisions include provisions for losses on guarantees, provisions for losses on irrevocable credit commitments and legal actions etc. Initial recognition of financial guarantees is at fair value, which is often equal to the guarantee premium received. Subsequent measurement of financial guarantees is at the higher of the guarantee premium received amortised over the guarantee period and any provision.

A provision for a guarantee or an irrevocable credit commitment is recognised if claims for payment under the guarantee or credit commitment are probable and the liability can be measured reliably. Provisions are based on the management's best estimates of the size of the liabilities. Measurement of provisions includes discounting when significant.

Financial liabilities

Deposits, bonds issued, subordinated capital and amounts owed to credit institutions etc are recognised initially at the proceeds received net of transaction costs incurred.

Subsequent measurement of deposits, bonds issued, subordinated capital and amounts owed to credit institutions etc that are not repo transactions is at amortised cost using the effective interest method by which the difference between net proceeds and nominal value is recognised in the income statement under interest expense over the loan period.

Other liabilities are measured at the net realisable value.

Assets held for sale

Assets held for sale include non-current assets and disposal groups held for sale. Assets are classified as held for sale when the carrying amount will be recovered principally through a sale transaction within 12 months in accordance with a formal plan rather than through continuing use. Assets or disposal groups held for sale are measured at the lower of carrying amount and fair value less costs to sell. An asset is not depreciated or amortised from the time when it is classified as held for sale.

Impairment losses arising at initial classification of the asset as held for sale, and gains or losses at subsequent measurement at the lower of carrying amount and fair value less costs to sell, are recognised in profit or loss under the items they concern.

Tax

Danish consolidated entities are subject to compulsory joint taxation. Foreign branches and subsidiaries must be treated according to a global pooling principle under which all foreign branches and subsidiaries are treated identically as regards the joint taxation rules in Denmark. Unless international joint taxation is chosen, income from such foreign entities will not be jointly taxed with income from the Danish activities.

The Sydbank Group has not opted for international joint taxation. Sydbank A/S has been appointed the management company of the joint taxation entity. Corporation tax on income subject to joint taxation is fully distributed on payment of joint taxation contributions between the Danish consolidated entities.

Tax for the year includes tax on taxable profit for the year, adjustment of deferred tax as well as adjustment of tax for previous years. Tax for the year is recognised in the income statement as regards the elements that can be attributed to profit for the year and directly in equity as regards the elements that can be attributed to items recognised directly in equity.

Current tax liabilities and current tax assets are recognised in the balance sheet as calculated tax on taxable profit for the year, adjusted for tax on taxable profit of previous years as well as of tax paid on account.

Provisions for deferred tax are based on the balance sheet liability method and include temporary differences between the carrying amounts and tax bases of the balance sheets of each consolidated entity as well as tax loss carryforwards that are expected to be realised. In addition deferred tax is recognised to cover retaxation of previously deducted tax losses in the foreign subsidiary which has withdrawn from joint taxation.

Calculation of deferred tax is based on current tax law and the tax rate enacted by the balance sheet date.

Changes in deferred tax as a result of a change in the tax rate are recognised in profit or loss.

The Bank is jointly registered with Sydleasing A/S and DMK-Holding A/S in respect of VAT and payroll tax.

Cash flow statement

The cash flow statement shows the year's cash flows from operating, investing and financing activities as well as cash and cash equivalents at the beginning and end of the year. The cash flow statement is presented using the indirect method based on profit before tax.

Cash flows from operating activities are determined as the net profit before tax for the year adjusted for non-cash operating items, taxes paid as well as changes in working capital.

Cash flows from investing activities include acquisitions and disposals of property, plant and equipment as well as holdings in entities.

Cash flows from financing activities include dividends paid as well as changes in equity, subordinated capital and bonds issued.

Cash and cash equivalents comprise cash and balances on demand with central banks, fully secured cash and cash equivalent balances on demand with credit institutions as well as unencumbered certificates of deposit.

Segment reporting

Information is provided on business segments, the primary segment reporting format, and geographical segments, the secondary segment reporting format. The segments reflect the Group's risks as well as managerial and internal financial control. Segment information has been prepared in accordance with the Group's accounting policies.

Segment revenue and segment expenses as well as segment assets and liabilities comprise the items that are directly attributable to or reasonably allocable to a segment. Items that cannot be allocated mainly include revenue and expenses relating to the Group's administrative functions, income taxes etc.

Income Statement

DKKm	Note	Sydbank Group		Sydbank A/S	
		2006	2005	2006	2005
Interest income	2	4,012	2,904	3,947	2,851
Interest expense	3	2,126	1,192	2,135	1,193
Net interest income		1,886	1,712	1,812	1,658
Dividends on shares	4	26	16	26	16
Fee and commission income	5	1,397	1,132	1,347	1,077
Fee and commission expense		219	149	214	146
Net interest and fee income		3,090	2,711	2,971	2,605
Market value adjustments	6	802	503	794	501
Other operating income	7	24	25	19	20
Staff costs and administrative expenses	8	1,926	1,747	1,850	1,676
Depreciation and impairment of property, plant and equipment		111	105	86	92
Other operating expenses		2	10	2	10
Impairment of loans and advances etc		(171)	65	(164)	61
Profit/(Loss) on holdings in associates and subsidiaries	10	3	(1)	41	24
Profit on assets temporarily acquired		0	2	0	2
Profit before tax		2,051	1,313	2,051	1,313
Tax	11	537	377	537	377
Profit for the year		1,514	936	1,514	936

Distribution of profit for the year including proposed dividend

Profit for the year		1,514	936
Total amount to be allocated		1,514	936
Proposed dividend		210	210
Proposal for allocation for other purposes		20	10
Transfer to shareholders' equity		1,284	716
Total amount allocated		1,514	936
EPS Basic (DKK)*		22.1	13.7
EPS Diluted (DKK)*		22.1	13.7
Proposed dividend per share (DKK)		3	3

* Calculated on the basis of average number of shares outstanding, see page 8.

Balance Sheet

DKKm	Note	Sydbank Group		Sydbank A/S	
		2006	2005	2006	2005
Assets					
Cash and balances on demand at central banks		571	4,037	558	4,023
Amounts owed by credit institutions and central banks	12	15,708	10,967	16,358	11,096
Loans and advances at fair value		7,671	7,174	7,671	7,174
Loans and advances at amortised cost		65,512	53,538	64,523	53,262
Bonds at fair value	13	13,112	12,248	13,112	12,248
Shares etc	14	1,159	1,026	1,156	1,024
Holdings in associates etc	16	149	143	147	143
Holdings in subsidiaries	17	-	-	260	236
Assets related to pooled plans	31	6,522	5,615	6,522	5,615
Total land and buildings		769	748	596	587
- investment property	18	44	45	44	45
- owner-occupied property	19	725	703	552	542
Other property, plant and equipment	20	108	94	106	91
Current tax assets		55	84	25	49
Deferred tax assets		6	-	57	58
Other assets	21	3,379	3,203	3,253	3,116
Prepayments		37	36	37	35
Total assets		114,758	98,913	114,381	98,757
Shareholders' equity and liabilities					
Amounts owed to credit institutions and central banks	22	26,498	25,692	26,509	25,746
Deposits and other debt	23	49,991	43,590	49,883	43,513
Deposits in pooled plans		6,522	5,615	6,522	5,615
Bonds issued at amortised cost		10,049	6,701	10,049	6,701
Current tax liabilities		28	20	28	20
Other liabilities	24	11,433	9,155	11,325	9,091
Deferred income		67	56	0	0
Total liabilities		104,588	90,829	104,316	90,686
Provisions	25	346	267	241	254
Subordinated capital (Tier 2)		3,475	2,831	3,475	2,831
Shareholders' equity (Tier 1):					
Share capital		700	700	700	700
Other reserves:					
Reserves according to articles of association		388	381	388	381
Other reserves		8	8	8	8
Retained earnings		5,253	3,897	5,253	3,897
Shareholders' equity (Tier 1)*		6,349	4,986	6,349	4,986
Total shareholders' equity and liabilities		114,758	98,913	114,381	98,757
* Including proposed dividend etc.		230	220	230	220

Group Structure

31 December 2006	Activity	Share capital (in millions)	Shareholders' equity (DKKm)	Result (DKKm)	Ownership share (%)	
Sydbank A/S – parent		DKK	700			
Consolidated subsidiaries:						
Sydleasing A/S	Leasing and factoring	DKK	11	39	28	100
DMK-Holding A/S	Company administration	DKK	11	20	10	100
Sydbank (Schweiz) AG, St. Gallen, Switzerland	Banking	CHF	40	188	6	100
Ejendomselskabet af 1. juni 1986 A/S	Real property	DKK	7	12	(19)	100

All consolidated subsidiaries are domiciled in Aabenraa, unless otherwise stated.

Associates:

Foreningen Bankdata, Fredericia	IT	DKK	248	282	1	53
I/S Margretheparken, Aalborg	Real property	DKK	6	3	0	40
Core Property Management A/S, Copenhagen*	Real property	DKK	9	9	-	22

Other entities in which the Group owns more than 10% of the share capital:

BI Holding A/S	Holding	DKK	11	145	41	10
PRAS A/S	Investment and finance	DKK	578	1,492	150	10

* Established in 2006.

Group Financial Highlights – Quarterly

	Q4 2006	Q3 2006	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005	Q1 2005
Income statement (DKKm)								
Core income excl trading income	617	580	568	533	545	506	483	479
Trading income	349	265	316	389	269	282	298	230
Total core income	966	845	884	922	814	788	781	709
Costs and depreciation	547	463	486	534	507	421	455	470
Impairment of loans and advances etc	(86)	(63)	(14)	(8)	7	9	29	20
Core earnings	505	445	412	396	300	358	297	219
Profit from investment portfolios	61	54	(21)	79	26	38	59	16
Profit before Totalkredit gain	566	499	391	475	326	396	356	235
Gain on sale of Totalkredit	-	120	-	-	-	-	-	-
Profit before tax	566	619	391	475	326	396	356	235
Tax	156	140	108	133	94	112	99	72
Profit for the period	410	479	283	342	232	284	257	163
Balance sheet highlights (DKKbn)								
Loans and advances at amortised cost	65.5	61.5	61.1	57.4	53.5	50.0	47.5	43.8
Loans and advances at fair value	7.7	7.1	7.2	7.3	7.2	8.1	7.9	6.2
Deposits and other debt	50.0	48.4	46.0	47.0	43.6	41.8	42.2	38.0
Bonds issued at amortised cost	10.0	8.6	10.4	6.7	6.7	1.9	1.9	1.9
Subordinated capital (Tier 2)	3.5	3.5	3.5	2.7	2.8	2.1	2.1	1.4
Shareholders' equity (Tier 1)	6.3	5.9	5.2	5.2	5.0	4.8	4.5	4.2
Total assets	114.8	108.0	107.5	103.5	98.9	89.5	88.6	77.6
Financial ratios per share (DKK per share of DKK 10)								
EPS Basic	5.9	7.0	4.1	5.0	3.4	4.1	3.7	2.4
EPS Diluted	5.9	7.0	4.1	5.0	3.4	4.1	3.7	2.4
Share price at year-end	270.0	216.5	193.5	193.0	151.0	149.2	137.8	116.0
Book value	92.1	86.2	76.8	75.2	72.9	69.5	66.0	62.0
Share price/book value	2.93	2.51	2.52	2.57	2.07	2.15	2.09	1.87
Average number of shares outstanding (millions)	68.9	68.3	68.4	68.3	68.3	68.7	68.6	69.1
Other financial ratios and key figures								
Solvency (total capital) ratio*	11.8	12.0	10.4	10.0	11.1	9.2	10.0	9.7
Core capital (Tier 1) ratio*	9.0	9.3	7.3	7.6	8.1	7.3	7.8	8.7
Profit before tax as % of avg shareholders' equity	9.2	11.1	7.6	9.3	6.7	8.5	8.1	5.4
Profit after tax as % of avg shareholders' equity	6.7	8.6	5.5	6.7	4.8	6.1	5.9	3.7
Income/cost ratio (DKK)	2.22	2.54	1.83	1.90	1.63	1.92	1.73	1.48
Interest rate risk	2.0	(1.3)	2.2	1.0	2.3	2.2	3.4	2.4
Foreign exchange position	10.3	8.2	10.9	28.5	2.8	6.6	12.0	5.4
Foreign exchange risk	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.0
Loans and advances relative to deposits	1.2	1.1	1.2	1.1	1.1	1.2	1.1	1.2
Loans and advances relative to shareholders' equity	10.3	10.4	11.8	11.1	10.7	10.5	10.5	10.3
Growth in loans and advances during the period	6.6	0.6	6.4	7.2	7.2	5.0	8.5	4.7
Excess cover relative to statutory liquidity requirements	74.0	19.7	38.8	53.5	95.1	40.3	74.9	80.6
Total large exposures	34.7	22.0	64.9	121.4	93.9	142.5	102.2	71.9
Accumulated impairment ratio	1.6	1.8	1.9	2.0	2.1	2.1	2.2	2.4
Impairment ratio for the period	(0.10)	(0.07)	(0.02)	(0.01)	0.01	0.01	0.04	0.03
Number of full-time staff at end of period	2,190	2,203	2,172	2,124	2,123	2,117	2,092	2,084

* Profit for the period is recognised in the solvency and core capital ratios for the first time as at 30 September 2006. Financial ratio definitions on page 49.

Shareholders' Equity (Tier 1)

Sydbank Group							
DKK m	Share capital	Restricted savings bank reserve	Reserve for net revaluation according to equity method	Reserve for own shares	Retained earnings	Proposed dividend etc	Total
Shareholders' equity 1 Jan 2006	700	381	8	-	3,677	220	4,986
Changes in equity in 2006:							
Translation of foreign entities	-	-	-	-	(6)	-	(6)
Hedge of net investment in foreign entities	-	-	-	-	6	-	6
Profit for the year	-	7	-	-	1,277	230	1,514
Total income	-	7	-	-	1,277	230	1,514
Purchase of own shares	-	-	-	-	(3,378)	-	(3,378)
Sale of own shares	-	-	-	-	3,464	-	3,464
Employee shares	-	-	-	-	17	-	17
Tax on equity items	-	-	-	-	(41)	-	(41)
Adopted dividend etc	-	-	-	-	-	(220)	(220)
Dividends, own shares	-	-	-	-	7	-	7
Total changes in equity in 2006	-	7	-	-	1,346	10	1,363
Shareholders' equity 31 Dec 2006	700	388	8	-	5,023	230	6,349
Shareholders' equity 1 Jan 2005	700	375	8	37	3,198	215	4,533
IFRS impact	-	-	-	(37)	(65)	-	(102)
Adjusted shareholders' equity 1 Jan 2005	700	375	8	-	3,133	215	4,431
Changes in equity in 2005:							
Translation of foreign entities	-	-	-	-	1	-	1
Hedge of net investment in foreign entities	-	-	-	-	(1)	-	(1)
Profit for the year	-	6	-	-	710	220	936
Total income	-	6	-	-	710	220	936
Purchase of own shares	-	-	-	-	(1,393)	-	(1,393)
Sale of own shares	-	-	-	-	1,225	-	1,225
Employee shares	-	-	-	-	13	-	13
Tax on equity items	-	-	-	-	(15)	-	(15)
Adopted dividend etc	-	-	-	-	-	(215)	(215)
Dividends, own shares	-	-	-	-	4	-	4
Total changes in equity in 2005	-	6	-	-	544	5	555
Shareholders' equity 31 Dec 2005	700	381	8	-	3,677	220	4,986

Sydbank A/S

DKKm	Share capital	Restricted savings bank reserve	Reserve for net revaluation according to equity method	Reserve for own shares	Retained earnings	Proposed dividend etc	Total
Shareholders' equity 1 Jan 2006	700	381	8	-	3,677	220	4,986
Changes in equity in 2006:							
Translation of foreign entities	-	-	-	-	(6)	-	(6)
Hedge of net investment in foreign entities	-	-	-	-	6	-	6
Profit for the year	-	7	-	-	1,277	230	1,514
Total income	-	7	-	-	1,277	230	1,514
Purchase of own shares	-	-	-	-	(3,378)	-	(3,378)
Sale of own shares	-	-	-	-	3,464	-	3,464
Employee shares	-	-	-	-	17	-	17
Tax on equity items	-	-	-	-	(41)	-	(41)
Adopted dividend etc	-	-	-	-	0	(220)	(220)
Dividends, own shares	-	-	-	-	7	-	7
Total changes in equity in 2006	-	7	-	-	1,346	10	1,363
Shareholders' equity 31 Dec 2006	700	388	8	-	5,023	230	6,349
Shareholders' equity 1 Jan 2005	700	375	23	37	3,183	215	4,533
Impact of new accounting policies	-	-	-	(37)	(65)	-	(102)
Adjusted shareholders' equity 1 Jan 2005	700	375	23	-	3,118	215	4,431
Changes in equity in 2005:							
Translation of foreign entities	-	-	-	-	1	-	1
Hedge of net investment in foreign entities	-	-	-	-	(1)	-	(1)
Profit for the year	-	6	(15)	-	725	220	936
Total income	-	6	(15)	-	725	220	936
Purchase of own shares	-	-	-	-	(1,393)	-	(1,393)
Sale of own shares	-	-	-	-	1,225	-	1,225
Employee shares	-	-	-	-	13	-	13
Tax on equity items	-	-	-	-	(15)	-	(15)
Adopted dividend etc	-	-	-	-	-	(215)	(215)
Dividends, own shares	-	-	-	-	4	-	4
Total changes in equity in 2005	-	6	(15)	-	559	5	555
Shareholders' equity 31 Dec 2005	700	381	8	-	3,677	220	4,986

Share capital comprises 70,000,000 shares at a nominal value of DKK 10 or a total of DKK 700m.

The Bank has only one class of shares as all shares carry the same rights.

Own Holdings – Solvency

DKKkm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
Own holdings:				
Nominal portfolio of own holdings	11	16	11	16
Nominal portfolio of own holdings as % of share capital	1.5	2.3	1.5	2.3
Shares outstanding (number)	68,926,051	68,355,127	68,926,051	68,355,127
Holding of own shares (number)	1,073,949	1,644,873	1,073,949	1,644,873
Total share capital (number)	70,000,000	70,000,000	70,000,000	70,000,000
Own holdings purchased during the year:				
Number of shares	16,773,762	10,548,549	16,773,762	10,548,549
Nominal value	168	105	168	105
Amount paid	3,378	1,393	3,378	1,393
Number of shares as % of share capital	24.0	15.1	24.0	15.1
Own holdings sold during the year:				
Number of shares	17,344,686	9,247,491	17,344,686	9,247,491
Nominal value	173	92	173	92
Amount received	3,464	1,225	3,464	1,225
Number of shares as % of share capital	24.8	13.2	24.8	13.2
Own holdings have been purchased and sold as part of the ordinary banking transactions/employee share scheme of Sydbank A/S.				
Solvency (total capital) ratio and capital base (Tiers 1+2):				
Solvency (total capital) ratio:				
Solvency (total capital) ratio	11.8	11.1	11.4	10.7
Core capital (Tier 1) ratio	9.0	8.1	8.7	7.8
Core capital (Tier 1) ratio (excl hybrid core capital)	7.8	7.3	7.5	7.0
Composition of capital and weighted items:				
Core capital (Tier 1)	6,349	4,986	6,349	4,986
Deductions	236	220	287	278
Hybrid core capital	939	560	939	560
Core capital (Tier 1) (incl hybrid core capital) after deductions	7,052	5,326	7,001	5,268
Supplementary capital (Tier 2) included	2,536	2,271	2,536	2,271
Deductions	344	301	349	306
Supplementary capital after deductions	2,192	1,970	2,187	1,965
Capital base (Tiers 1+2) after deductions	9,244	7,296	9,188	7,233
Capital base requirement (solvency requirement 8%)	6,290	5,257	6,446	5,397
Weighted assets and off-balance sheet items	69,023	58,186	70,997	59,941
Weighted items with market risk	9,597	7,532	9,577	7,518
Total weighted items	78,620	65,718	80,574	67,459

Subordinated Capital (Tier 2)

				Sydbank Group		Sydbank A/S	
				DKKm		DKKm	
Interest rate		Nominal (m)	Maturity	2006	2005	2006	2005
Floating	Bond loan	EUR 15		-	112	-	112
Floating	Bond loan	EUR 50		-	373	-	373
Floating	Bond loan	EUR 100	29.06.12	746	-	746	-
Floating	Bond loan	EUR 40	17.09.12	298	298	298	298
Floating	Bond loan	EUR 100	21.10.13	746	744	746	744
Floating	Bond loan	EUR 100	04.04.15	746	744	746	744
Total supplementary capital				2,536	2,271	2,536	2,271
Floating	FRN	EUR 51	Perpetual	380	-	380	-
Floating	FRN	EUR 75	Perpetual	559	560	559	560
Total hybrid capital				939	560	939	560
Total subordinated capital (Tier 2)				3,475	2,831	3,475	2,831
Costs related to the raising and prepayment of subordinated capital				1	3	1	3

Cash Flow Statement

	Sydbank Group	
DKKm	2006	2005
Operating activities:		
Pre-tax profit for the year	2,051	1,313
Taxes paid	(471)	(238)
Adjustment of non-cash operating income:		
Profit/(Loss) on holdings in associates	(3)	1
Depreciation of property, plant and equipment	111	105
Impairment of loans and advances/guarantees	(149)	97
Other non-cash operating items	(18)	37
Total	1,521	1,315
Changes in working capital:		
Credit institutions and central banks	(1,703)	4,389
Trading portfolio	(997)	(2,019)
Other financial instruments at fair value	(107)	5
Loans and advances	(12,275)	(13,234)
Deposits	6,401	4,970
Other assets/liabilities	2,232	2,103
Cash flows from operating activities	(4,928)	(2,471)
Investing activities:		
Purchase of holdings in associates	(3)	0
Sale of holdings in associates	0	3
Purchase of property, plant and equipment	(152)	(129)
Sale of property, plant and equipment	6	9
Cash flows from investing activities	(149)	(117)
Financing activities:		
Purchase and sale of own holdings	69	(165)
Dividend	(220)	(215)
Raising of subordinated capital (Tier 2)	644	1,015
Issue of bonds	3,348	4,842
Cash flows from financing activities	3,841	5,477
Cash flows for the year	(1,236)	2,889
Cash equivalent positions 1 Jan	7,315	4,426
Cash flows for the year (changes during the year)	(1,236)	2,889
Cash equivalent positions 31 Dec	6,079	7,315
Cash equivalent positions 31 Dec:		
Cash and balances on demand at central banks	571	4,037
Fully secured cash and cash equivalent balances on demand with credit institutions and insurance companies	3,280	2,075
Unencumbered certificates of deposit	2,228	1,203
Total cash equivalent positions 31 Dec	6,079	7,315

Credit Risk

DKKm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
Loans and advances and guarantees by sector and industry:	%	%	%	%
Agriculture, hunting and forestry	5	5	5	5
Fisheries	0	0	0	0
Manufacturing industries, extraction of raw materials, utilities	6	7	6	5
Building and construction	3	2	2	2
Trade, hotels and restaurants	8	9	8	8
Transport, post and telephone	3	3	3	2
Credit, finance and insurance	12	15	16	20
Property administration, purchase and sale, and business services	13	12	12	12
Other corporate lending	8	6	8	6
Total corporate lending	58	59	60	60
Public sector	2	3	2	3
Retail customers	40	38	38	37
Total	100	100	100	100

Impairment of Loans and Advances and Provisions for Guarantees

DKKm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
Individual impairment of loans and advances and provisions for guarantees:				
Impairment and provisions 1 Jan	1,407	1,545	1,394	1,521
Adjustment concerning new accounting policies	-	(201)	-	(195)
Adjusted impairment and provisions 1 Jan	1,407	1,344	1,394	1,326
Exchange rate adjustment	0	0	0	0
Impairment and provisions during the year	1,087	1,108	1,082	1,095
Reversal of impairment and provisions made in previous years	1,196	912	1,189	896
Write-offs covered by impairment and provisions	36	133	36	131
Impairment and provisions 31 Dec	1,262	1,407	1,251	1,394
Sum of loans and advances and amounts owed with objective evidence of impairment				
	2,279	3,035	2,256	3,011
Individual impairment and provisions	1,262	1,407	1,251	1,394
Loans and advances and amounts owed after individual impairment and provisions	1,017	1,628	1,005	1,617
Collective impairment of loans and advances and provisions for guarantees:				
Impairment and provisions 1 Jan	162	-	156	-
Adjustment concerning new accounting policies	-	188	-	182
Adjusted impairment and provisions 1 Jan	162	188	156	182
Impairment and provisions during the year	49	31	49	31
Reversal of impairment and provisions made in previous years	15	57	10	57
Impairment and provisions 31 Dec	196	162	195	156
Sum of loans and advances and amounts owed subject to collective impairment and provisions				
	58,211	47,346	58,021	47,121
Collective impairment and provisions	196	162	195	156
Loans and advances and amounts owed after collective impairment and provisions	58,015	47,184	57,826	46,965
Impairment and provisions 31 Dec:				
Individual impairment and provisions	1,262	1,407	1,251	1,394
Collective impairment and provisions	196	162	195	156
Total impairment and provisions 31 Dec	1,458	1,569	1,446	1,550
Impairment of loans and advances recognised in the income statement:				
Impairment and provisions	(149)	97	(142)	100
Write-offs not covered by impairment and provisions	36	36	35	29
Recovered from debt previously written off	58	68	57	68
Impairment of loans and advances etc	(171)	65	(164)	61

Distribution by Maturity

DKKm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
Amounts owed by credit institutions and central banks:				
On demand	3,513	3,146	3,500	3,134
3 months or less	10,329	6,223	10,987	6,359
Over 3 months not exceeding 1 year	653	473	653	472
Over 1 year not exceeding 5 years	639	654	644	660
Over 5 years	574	471	574	471
Total	15,708	10,967	16,358	11,096
Loans and advances:				
On demand	7,981	5,134	9,549	6,841
3 months or less	22,832	19,206	22,573	19,141
Over 3 months not exceeding 1 year	29,399	25,184	29,004	25,140
Over 1 year not exceeding 5 years	9,707	8,173	8,061	6,772
Over 5 years	3,264	3,015	3,007	2,542
Total	73,183	60,712	72,194	60,436
Amounts owed to credit institutions and central banks:				
On demand	8,755	7,313	8,766	7,367
3 months or less	14,762	15,231	14,762	15,231
Over 3 months not exceeding 1 year	2,869	3,083	2,869	3,083
Over 1 year not exceeding 5 years	2	3	2	3
Over 5 years	110	62	110	62
Total	26,498	25,692	26,509	25,746
Deposits:				
On demand	36,801	31,446	36,693	31,369
3 months or less	10,290	9,228	10,290	9,228
Over 3 months not exceeding 1 year	224	268	224	269
Over 1 year not exceeding 5 years	448	601	448	601
Over 5 years	2,228	2,047	2,228	2,046
Total	49,991	43,590	49,883	43,513
Bonds issued at amortised cost:				
Over 1 year not exceeding 5 years	10,049	6,701	10,049	6,701
Total	10,049	6,701	10,049	6,701

Derivatives

DKKm	3 months or less	Over 3 months not exceeding 1 year	Over 1 year not exceeding 5 years	Over 5 years	2006 Total	2005 Total
Nominal values						
Foreign exchange contracts:						
Spot, bought	13,554	-	-	-	13,554	4,502
Spot, sold	12,330	-	-	-	12,330	5,075
Forwards/futures, bought	47,946	29,280	854	0	78,080	87,883
Forwards/futures, sold	30,470	19,808	344	0	50,622	71,513
Swaps	306	2,877	8,985	66	12,234	11,437
Options, acquired	5,049	742	81	0	5,872	6,768
Options, written	5,103	802	92	0	5,997	8,112
Interest rate contracts:						
Spot, bought	5,324	-	-	-	5,324	5,150
Spot, sold	2,001	-	-	-	2,001	3,072
Forwards/futures, bought	3,330	9,281	4,981	0	17,592	24,127
Forwards/futures, sold	4,074	13,970	0	0	18,044	22,593
Forward Rate Agreements, bought	17,961	37,853	7,649	0	63,463	36,998
Forward Rate Agreements, sold	18,488	34,088	5,649	0	58,225	32,401
Swaps	36,891	51,370	47,842	17,440	153,543	147,070
Options, acquired	15,470	9,529	1,122	2,782	28,903	12,252
Options, written	20,853	35,677	2,175	2,476	61,181	21,000
Equity contracts:						
Spot, bought	221	-	-	-	221	283
Spot, sold	206	-	-	-	206	312
Forwards/futures, bought	2	0	0	0	2	5
Forwards/futures, sold	9	0	0	0	9	5
Options, acquired	1	0	0	0	1	1
Options, written	1	0	0	0	1	13
Other derivative contracts:						
Futures commodities, bought	0	1	0	0	1	0
Futures commodities, sold	0	1	0	0	1	0
Credit Default Swaps	0	170	0	1,427	1,597	1,150

DKKm	3 months or less	Over 3 months not exceeding 1 year	Over 1 year not exceeding 5 years	Over 5 years	2006 Total	2005 Total
Net market values						
Foreign exchange contracts:						
Spot, bought	(27)	-	-	-	(27)	5
Spot, sold	(5)	-	-	-	(5)	17
Forwards/futures, bought	224	42	(5)	0	261	494
Forwards/futures, sold	243	(21)	(1)	0	221	(62)
Swaps	13	46	15	(1)	73	27
Options, acquired	15	21	3	0	39	36
Options, written	(14)	(15)	(3)	0	(32)	(37)
Interest rate contracts:						
Spot, bought	(11)	-	-	-	(11)	0
Spot, sold	2	-	-	-	2	(1)
Forwards/futures, bought	(2)	0	0	0	(2)	4
Forwards/futures, sold	0	0	0	0	0	0
Forward Rate Agreements, bought	17	48	4	0	69	9
Forward Rate Agreements, sold	(16)	(37)	(3)	0	(56)	(5)
Swaps	8	26	(63)	20	(9)	(27)
Options, acquired	4	4	5	66	79	44
Options, written	(3)	(10)	(5)	(50)	(68)	(67)
Equity contracts:						
Spot, bought	1	-	-	-	1	2
Spot, sold	0	-	-	-	0	(1)
Forwards/futures, bought	7	0	0	0	7	0
Forwards/futures, sold	0	0	0	0	0	0
Options, acquired	6	0	0	0	6	3
Options, written	(5)	0	0	0	(5)	(7)
Other derivative contracts:						
Futures commodities, bought	0	0	0	0	0	0
Futures commodities, sold	0	0	0	0	0	0
Credit Default Swaps	0	0	0	2	2	3
Total net market values					545	437

Derivatives

DKKm	Total contracts 2006*			Total contracts 2005*		
	Positive	Negative	Net	Positive	Negative	Net
Market values						
Foreign exchange contracts:						
Spot, bought	4	(31)	(27)	9	(4)	5
Spot, sold	7	(12)	(5)	21	(4)	17
Forwards/futures, bought	1,051	(790)	261	1,072	(578)	494
Forwards/futures, sold	527	(306)	221	546	(608)	(62)
Swaps	197	(124)	73	64	(37)	27
Options, acquired	39	0	39	36	0	36
Options, written	0	(32)	(32)	0	(37)	(37)
Interest rate contracts:						
Spot, bought	1	(12)	(11)	2	(2)	0
Spot, sold	3	(1)	2	1	(2)	(1)
Forwards/futures, bought	2	(4)	(2)	6	(2)	4
Forwards/futures, sold	0	0	0	0	0	0
Forward Rate Agreements, bought	69	0	69	18	(9)	9
Forward Rate Agreements, sold	0	(56)	(56)	9	(14)	(5)
Swaps	673	(682)	(9)	729	(756)	(27)
Options, acquired	80	(1)	79	44	0	44
Options, written	0	(68)	(68)	0	(67)	(67)
Equity contracts:						
Spot, bought	5	(4)	1	4	(2)	2
Spot, sold	4	(4)	0	2	(3)	(1)
Forwards/futures, bought	7	0	7	0	0	0
Forwards/futures, sold	0	0	0	0	0	0
Options, acquired	6	0	6	3	0	3
Options, written	0	(5)	(5)	0	(7)	(7)
Other derivative contracts:						
Futures commodities, bought	0	0	0	0	0	0
Futures commodities, sold	0	0	0	0	0	0
Credit Default Swaps	35	(33)	2	11	(8)	3
Total market values	2,710	(2,165)	545	2,577	(2,140)	437

* All contracts are non-guaranteed.

DKKm	Total contracts 2006*			Total contracts 2005*		
	Positive	Negative	Net	Positive	Negative	Net
Average market values						
Foreign exchange contracts:						
Spot, bought	29	(36)	(7)	19	(24)	(5)
Spot, sold	21	(29)	(8)	20	(18)	2
Forwards/futures, bought	819	(642)	177	1,082	(717)	365
Forwards/futures, sold	505	(348)	157	733	(609)	124
Swaps	215	(93)	122	60	(72)	(12)
Options, acquired	32	0	32	24	0	24
Options, written	0	(29)	(29)	0	(26)	(26)
Interest rate contracts:						
Spot, bought	3	(19)	(16)	13	(4)	9
Spot, sold	19	(4)	15	4	(13)	(9)
Forwards/futures, bought	9	(56)	(47)	5	(10)	(5)
Forwards/futures, sold	52	(1)	51	8	0	8
Forward Rate Agreements, bought	56	(4)	52	8	(68)	(60)
Forward Rate Agreements, sold	4	(42)	(38)	59	(6)	53
Swaps	721	(703)	18	873	(849)	24
Options, acquired	72	0	72	53	0	53
Options, written	0	(79)	(79)	0	(56)	(56)
Equity contracts:						
Spot, bought	12	(27)	(15)	6	(6)	0
Spot, sold	24	(13)	11	6	(6)	0
Forwards/futures, bought	1	0	1	0	0	0
Forwards/futures, sold	1	(3)	(2)	0	0	0
Options, acquired	4	0	4	6	0	6
Options, written	0	(4)	(4)	0	(13)	(13)
Other derivative contracts:						
Futures commodities, bought	0	0	0	0	0	0
Futures commodities, sold	0	0	0	0	0	0
Credit Default Swaps	14	(13)	1	6	(5)	1
Total average market values	2,613	(2,145)	468	2,985	(2,502)	483

Average market value calculations are based on monthly statements.

Market Risk

DKKm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
Foreign exchange risk:				
Exchange rate indicator 1	726	148	707	147
Exchange rate indicator 1 as % of core capital (Tier 1) (incl hybrid core capital) after deductions	10.3	2.8	10.1	2.8
Exchange rate indicator 2	6	3	6	3
Exchange rate indicator 2 as % of core capital (Tier 1) (incl hybrid core capital) after deductions	0.1	0.1	0.1	0.1
Interest rate risk:				
Total interest rate risk on debt instruments etc	143	124	143	124
Interest rate risk by the Bank's currencies with highest interest rate risk:				
Currency:				
DKK	214	157	214	157
EUR	(96)	(67)	(96)	(67)
USD	22	10	22	10
CHF	17	18	17	18
SEK	(9)	7	(9)	7
NOK	(8)	(3)	(8)	(3)
Other currencies	3	2	3	2

Exchange rate indicator 1 represents the sum of the Group's long currency positions (the Group has net assets) or short currency positions (the Group has net liabilities), whichever is the larger.

Exchange rate indicator 2 is a more accurate measure of the Group's exchange rate risk than exchange rate indicator 1 in that indicator 2 takes into account the volatility and correlation of the currencies. Thus indicator 2 represents the maximum amount that the Group has a 99% probability of losing in the course of the following 10 days, provided the foreign exchange position remains unchanged.

Financial Ratios

Financial ratios	Definition
Earnings Per Share Basic (DKK)	Profit for the year divided by average number of shares outstanding
Earnings Per Share Diluted (DKK)	Profit for the year divided by average number of shares outstanding, including dilutive effect of share options and conditional shares
Share price year-end	Closing price of the Sydbank share at year-end
Book value Per Share (DKK)	Shareholders' equity at year-end divided by number of shares outstanding at year-end
Solvency (total capital) ratio	Capital base after deductions divided by risk-weighted items
Core capital (Tier 1) ratio	Core capital including hybrid core capital after deductions divided by risk-weighted items
Pre-tax profit as % of average equity	Pre-tax profit divided by average shareholders' equity during the year
Post-tax profit as % of average equity	Post-tax profit divided by average shareholders' equity during the year
Loans and advances relative to deposits	Loans and advances at amortised cost divided by deposits (deposits and other debt and deposits in pooled plans)
Loans and advances relative to equity	Loans and advances at amortised cost divided by shareholders' equity
Growth in loans and advances for the year	Calculated on the basis of loans and advances at amortised cost
Risk-weighted items	Sum of weighted assets and off-balance sheet items outside the trading portfolio as well as weighted items with market risk in the trading portfolio calculated in accordance with the capital adequacy rules of the FSA
Number of full-time staff at year-end	Number of full-time equivalent staff (part-time staff translated into full-time staff) at year-end

The financial ratios are prepared according to "Recommendations & Financial Ratios 2005" published by the Danish Society of Financial Analysts.

Notes – Income Statement

Description of risk:

A description of the Group's market risks, credit risks and operational risks is included in the financial review.

Note 1

DKKkm	Banking	Markets*	Treasury	Other	Total
Business segments 2006:					
Core income excl trading income	2,076	23	-	199	2,298
Trading income	1,033	286	-	-	1,319
Core income	3,109	309	-	199	3,617
Costs and depreciation	1,478	74	9	478	2,039
Impairment of loans and advances etc	(171)	-	-	-	(171)
Core earnings	1,802	235	(9)	(279)	1,749
Investment portfolio income	-	-	144	38	182
Profit before Totalkredit gain	1,802	235	135	(241)	1,931
Gain on sale of Totalkredit	120	-	-	-	120
Profit before tax	1,922	235	135	(241)	2,051

Depreciation and impairment of property, plant and equipment	70	-	-	41	111
Acquisitions – property, plant and equipment	81	-	-	71	152
Total assets	72,842	39,534	1,657	725	114,758
Total liabilities	47,318	46,088	-	15,003	108,409
Full-time staff at year-end	1,798	106	7	279	2,190

Business segments 2005:

Core income excl trading income	1,860	20	-	133	2,013
Trading income	716	363	-	-	1,079
Core income	2,576	383	-	133	3,092
Costs and depreciation	1,379	65	9	409	1,862
Impairment of loans and advances etc	65	-	-	-	65
Core earnings	1,132	318	(9)	(276)	1,165
Investment portfolio income	-	-	125	23	148
Profit before Totalkredit gain	1,132	318	116	(253)	1,313
Gain on sale of Totalkredit	-	-	-	-	-
Profit before tax	1,132	318	116	(253)	1,313

Depreciation and impairment of property, plant and equipment	87	-	-	18	105
Acquisitions – property, plant and equipment	91	-	-	38	129
Total assets	59,818	35,112	2,898	1,085	98,913
Total liabilities	46,477	36,383	-	11,067	93,927
Full-time staff at year-end	1,750	115	6	252	2,123

* Excluding Asset Management, which is included in Banking.

Note 1 – continued

DKKm	2006			2005		
	Core income	Total assets	Acquisitions of PPE	Core income	Total assets	Acquisitions of PPE
Geographical segments:						
Denmark	3,455	107,837	148	2,983	94,740	128
Abroad	162	6,921	4	109	4,173	1
Total	3,617	114,758	152	3,092	98,913	129

Note 2

DKKm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
Interest income/forward premium of:				
Amounts owed by credit institutions and central banks	378	169	387	170
Loans and advances and other amounts owed	2,911	2,125	2,832	2,071
Bonds	258	308	258	308
Total derivatives comprising	463	293	468	293
Foreign exchange contracts	492	316	497	316
Interest rate contracts	(29)	(23)	(29)	(23)
Other interest income	2	9	2	9
Total	4,012	2,904	3,947	2,851

Of which income from genuine purchase and resale transactions stated under:

Amounts owed by credit institutions and central banks	179	54	179	54
Loans and advances and other amounts owed	221	152	221	152

Note 3

Interest expense to:				
Credit institutions and central banks	632	390	640	391
Deposits and other debt	1,100	652	1,101	652
Bonds issued	273	60	273	60
Subordinated capital (Tier 2)	116	81	116	81
Other interest expense	5	9	5	9
Total	2,126	1,192	2,135	1,193

Of which interest expense to genuine sale and repurchase transactions stated under:

Amounts owed to credit institutions and central banks	56	41	56	41
Deposits and other debt	15	3	15	3

Notes – Income Statement

Note 4	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
DKKkm				
Dividends:				
Shares	26	16	26	16
Holdings in associates etc	0	0	0	0
Total	26	16	26	16

Note 5

Fee and commission income:				
Securities trading and custody accounts	946	687	919	666
Payment services	149	133	149	133
Loan fees	70	85	62	77
Guarantee commission	154	129	154	129
Other fees and commission	78	98	63	72
Total	1,397	1,132	1,347	1,077

Note 6

Market value adjustments:				
Other loans and advances and amounts owed at fair value	1	3	1	3
Bonds	34	57	35	57
Shares etc	351	189	349	188
Investment property	0	0	0	0
Foreign exchange	211	210	204	209
Total derivatives	205	44	205	44
Assets related to pooled plans	142	413	142	413
Deposits in pooled plans	(142)	(413)	(142)	(413)
Other assets/liabilities	0	0	0	0
Total	802	503	794	501
Trading portfolio	610	454	602	452
Strategic portfolio	192	49	192	49
Total	802	503	794	501

Note 7

Other operating income:				
Rent – real property	16	17	14	15
Other operating income	8	8	5	5
Total	24	25	19	20

Note 8	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
DKK m				
Staff costs and administrative expenses:				
Salaries and emoluments to:				
Group Executive Management	11	10	11	10
Board of Directors	2	2	2	2
Shareholders' Committee	2	2	2	2
Total	15	14	15	14
Staff costs:				
Wages and salaries	971	881	930	846
Pensions	104	93	100	90
Social security contributions (incl payroll tax)	96	86	92	83
Total	1,171	1,060	1,122	1,019
Other administrative expenses:				
IT	369	339	363	332
Rent etc	122	121	124	119
Marketing and entertainment expenses	80	65	74	60
Other expenses	169	148	152	132
Total	740	673	713	643
Total	1,926	1,747	1,850	1,676

Group Executive Management – severance terms:

Carsten Andersen

There is a mutual notice of termination of 12 months. In respect of dismissal by the Bank Carsten Andersen is entitled to receive severance pay equal to 24 months' salary.

Preben Lund Hansen and Torben A. Nielsen

The notice of termination is 6 months and 12 months for the deputy group chief executives and the Bank, respectively. In respect of dismissal by the Bank the deputy group chief executives are entitled to receive severance pay equal to 12 months' salary.

Audit fees:

Total fees to the AGM elected audit firm	2	2	1	1
Of which non-audit services	1	1	-	-

In addition to the fees paid to the AGM elected audit firm, costs have been incurred in operating the Bank's Internal Audit.

Note 9

Staff:				
Average number of staff (full-time equivalent)	2,267	2,151	2,187	2,077

Note 10

Profit on holdings in associates and subsidiaries:

Profit/(Loss) on holdings in associates	3	(1)	1	(1)
Profit on holdings in subsidiaries	-	-	40	25
Total	3	(1)	41	24

Notes – Income Statement

Note 11 DKKm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
Tax:				
Tax calculated on profit for the year	495	334	525	357
Deferred tax	46	43	1	10
Reduction in corporation tax rate	-	(1)	-	5
Joint taxation contribution	-	-	15	4
Tax on impairment	-	8	-	8
Adjustment of tax calculated for previous years	(4)	(7)	(4)	(7)
Total	537	377	537	377
Tax on equity items:				
Tax on equity items concerning current tax	41	15	41	15
Total	41	15	41	15
Effective tax rate:				
Current tax rate of the Sydbank Group	28.0	28.0	28.0	28.0
Permanent differences	(1.6)	0.6	(1.6)	0.6
Tax on impairment	-	0.6	-	0.6
Adjustment of tax of previous years	(0.2)	(0.5)	(0.2)	(0.5)
Effective tax rate	26.2	28.7	26.2	28.7
Deferred tax:				
Deferred tax 1 Jan	58	16	(58)	16
Deferred tax 1 Jan, jointly taxed Danish subsidiaries	-	-	-	(89)
Adjusted deferred tax 1 Jan	58	16	(58)	(73)
Reduction in corporation tax rate	-	(1)	-	5
Deferred tax for the year recognised in profit for the year	46	43	1	10
Deferred tax 31 Dec, net	104	58	(57)	(58)
Deferred tax assets	6	0	57	58
Deferred tax liabilities	110	58	0	0
Deferred tax 31 Dec, net	104	58	(57)	(58)

DKKm	Sydbank Group					
	1 Jan	Recognised in the year's profit	2006 31 Dec	1 Jan	Recognised in the year's profit	2005 31 Dec
Deferred tax, itemized:						
Loans and advances at amortised cost	81	47	128	58	23	81
Bonds at fair value	(12)	6	(6)	(3)	(9)	(12)
Land and buildings	2	2	4	1	1	2
Property, plant and equipment	(21)	3	(18)	(18)	(3)	(21)
Other assets	17	(11)	6	8	9	17
Provisions	(6)	1	(5)	(8)	2	(6)
Subordinated capital (Tier 2)	0	(2)	(2)	3	(3)	0
Other liabilities	(7)	2	(5)	(25)	18	(7)
Retaxation balance	4	(2)	2	0	4	4
Deferred tax 31 Dec, net	58	46	104	16	42	58

In addition to the deferred tax charge provided for in the balance sheet, there is deferred tax of DKK 5m (2005: DKK 14m) concerning shares in the strategic portfolio held for less than 3 years.

Notes – Balance Sheet

Note 12	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
DKKm				
Amounts owed by credit institutions and central banks:				
Amounts owed at notice by central banks	2,433	965	2,433	965
Amounts owed by credit institutions	13,275	10,002	13,925	10,131
Total	15,708	10,967	16,358	11,096

Note 13

Bonds at fair value (trading portfolio):				
Mortgage credit bonds	11,761	10,878	11,761	10,878
Government bonds	829	674	829	674
Other bonds	522	696	522	696
Total	13,112	12,248	13,112	12,248

Note 14

Shares etc:				
Listed on the Copenhagen Stock Exchange	234	211	234	211
Listed on other exchanges	239	104	239	104
Unlisted shares recognised at fair value	686	711	683	709
Total	1,159	1,026	1,156	1,024
Trading portfolio	567	449	564	447
Strategic portfolio	592	577	592	577
Total	1,159	1,026	1,156	1,024

Note 15

Security:

At the end of 2006, the Group had deposited securities at a market value of DKK 4,654m with Danish and foreign exchanges and clearing centres, etc in connection with margin calls and securities settlements etc.

Notes – Balance Sheet

Note 16	Sydbank Group		Sydbank A/S	
	DKKm	2006	2005	2006
Associates and other significant holdings:				
Carrying amount 1 Jan	143	147	143	147
of which credit institutions	-	-	-	-
Total cost 1 Jan	143	146	140	143
Acquisitions	3	0	3	0
Disposals	-	3	-	3
Total cost 31 Dec	146	143	143	140
Revaluations and impairment 1 Jan	0	2	3	4
Revaluations and impairment for the year	3	(2)	1	(1)
Revaluations and impairment 31 Dec	3	0	4	3
Carrying amount 31 Dec	149	143	147	143
of which credit institutions	-	-	-	-
Note 17				
Subsidiaries:				
Carrying amount 1 Jan	-	-	236	135
of which credit institutions	-	-	188	93
Total cost 1 Jan	-	-	664	457
Exchange rate adjustment	-	-	(8)	0
Acquisitions	-	-	30	207
Disposals	-	-	0	0
Total cost 31 Dec	-	-	686	664
Revaluations and impairment 1 Jan	-	-	(428)	(322)
Exchange rate adjustment	-	-	2	0
Profit	-	-	25	20
Dividends	-	-	(25)	(37)
Other changes in capital	-	-	-	(89)
Revaluations and impairment 31 Dec	-	-	(426)	(428)
Carrying amount 31 Dec	-	-	260	236
of which credit institutions	-	-	188	188

Note 18	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
DKK m				
Investment property:				
Fair value 1 Jan	45	47	45	47
Acquisitions, including improvements	1	2	1	2
Disposals	3	4	3	4
Value adjustment for the year at fair value	0	0	0	0
Other changes	1	-	1	-
Fair value 31 Dec	44	45	44	45
Rent recognised in profit or loss	4	4	4	4
Operating expenses	2	1	2	1

Note 19

Owner-occupied property:				
Carrying amount 1 Jan	703	686	542	528
Exchange rate adjustment	0	0	0	0
Acquisitions, including improvements	65	48	29	35
Disposals	0	2	0	2
Depreciation for the year	5	5	4	4
Impairment at revaluation	37	24	14	15
Other changes	(1)	-	(1)	-
Carrying amount 31 Dec	725	703	552	542

Note 20

Other property, plant and equipment:				
Carrying amount 1 Jan	94	94	91	91
Total cost 1 Jan	347	329	322	307
Exchange rate adjustment	0	0	0	0
Acquisitions	85	79	83	76
Disposals	66	61	65	61
Total cost 31 Dec	366	347	340	322
Depreciation and impairment 1 Jan	253	235	231	216
Exchange rate adjustment	0	0	0	0
Depreciation for the year	69	76	67	73
Reversal of depreciation and impairment	64	58	64	58
Depreciation and impairment 31 Dec	258	253	234	231
Carrying amount 31 Dec	108	94	106	91

Notes – Balance Sheet

Note 21	Sydbank Group		Sydbank A/S		
	DKKm	2006	2005	2006	2005
Other assets:					
Positive market value of derivatives etc		2,710	2,577	2,710	2,578
Sundry debtors		286	291	164	208
Interest and commission receivable		378	329	379	330
Other assets		5	6	0	0
Total		3,379	3,203	3,253	3,116

Note 22

Amounts owed to credit institutions and central banks:					
Amounts owed to central banks		3,045	7,078	3,045	7,078
Amounts owed to credit institutions		23,453	18,614	23,464	18,668
Total		26,498	25,692	26,509	25,746

Note 23

Deposits and other debt:					
On demand		33,039	30,453	32,931	30,376
At notice		744	732	744	732
Time deposits		12,737	9,073	12,737	9,073
Special categories of deposits		3,471	3,332	3,471	3,332
Total		49,991	43,590	49,883	43,513

Note 24

Other liabilities:					
Negative market value of derivatives etc		2,165	2,140	2,165	2,139
Sundry creditors		9,020	6,842	8,929	6,789
Interest and commission etc		237	164	231	162
Other liabilities		11	9	0	1
Total		11,433	9,155	11,325	9,091

Note 25	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
DKKm				
Provisions:				
Provisions for pensions and similar obligations	2	2	2	2
Provisions for deferred tax	110	58	-	-
Provisions for guarantees	198	152	203	197
Other provisions	36	55	36	55
Total provisions	346	267	241	254

DKKm	Sydbank Group				
	Provisions for pensions and similar obligations	Provisions for deferred tax	Provisions for guarantees	Other provisions	Total provisions
Carrying amount 1 Jan	2	58	152	55	267
Acquisitions	0	52	129	0	181
Disposals	0	0	83	19	102
Carrying amount 31 Dec	2	110	198	36	346

Other provisions mainly concern provisions for irrevocable credit commitments and legal actions.

Note 26	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
DKKm				
Genuine sale and repurchase transactions and genuine purchase and resale transactions:				
Of the below asset items genuine purchase and resale transactions amount to:				
Amounts owed by credit institutions and central banks	7,690	4,444	7,690	4,444
Loans and advances at fair value	7,671	7,174	7,671	7,174
Of the below liability items genuine sale and repurchase transactions amount to:				
Amounts owed to credit institutions and central banks	1,679	734	1,679	734
Deposits and other debt	618	-	618	-
Assets sold as part of genuine sale and repurchase transactions				
Asset:				
Bonds at fair value	2,255	728	2,255	728

Notes – Balance Sheet

Note 27 DKKm	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005

Fair value hedging of interest rate risks (macro hedge):

Sydbank adopts a cash flow model for managing interest rate risk on all positions other than Danish callable mortgage credit bonds. The model is updated daily with all the Bank's positions. These are distributed into portfolios according to responsibility and product. One of these portfolios consists of the Bank's positions in fixed-rate loans and advances, fixed-rate deposits, and related hedging transactions. To ensure interest rate risk management of this portfolio, the model generates a synthetic cash flow to describe the Bank's risk position in selected interest rate scenarios.

The Bank's basis for concluding hedging transactions – primarily interest rate swaps – is thus a synthetic net cash flow, based on the actual cash flow of loans and advances, deposits and previously concluded hedging transactions in the relevant portfolio. The aim is to keep the interest rate risk in this portfolio at a minimum as the Bank wishes to place its interest rate risk in other portfolios containing bonds and other cash equivalent positions.

In connection with the preparation of interim and annual reports the rules on macro hedge are applied, which aim to ensure symmetry between income and expense in the financial statements.

Symmetry is achieved by making a hedge adjustment corresponding to the part of the market value adjustment of derivatives which concerns future periods. This hedge adjustment is recorded under "Other liabilities" and represents DKK 12m as at 31 December 2006.

Loans and advances:

Carrying amount	1,901	2,311	1,901	2,311
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Deposits:

Carrying amount	1,231	1,228	1,231	1,228
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The following derivatives hedge the above:

Forward Rate Agreements:

Notional amount	36	30	36	30
Fair value	(1)	0	(1)	0

Swaps:

Notional amount	1,901	1,777	1,901	1,777
Fair value	(5)	(33)	(5)	(33)

Note 28	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005
DKKm				
Guarantees and other contingent liabilities:				
Guarantees:				
Financial guarantees*	3,622	3,427	6,446	5,390
Mortgage finance guarantees	6,281	5,319	6,281	5,319
Registration and remortgaging guarantees	3,529	3,545	3,529	3,545
Other guarantees	1,448	1,413	1,448	1,413
Total	14,880	13,704	17,704	15,667
* Of which guarantees issued to SBK-Invest in connection with leases	-	-	2,845	1,972
Other contingent liabilities:				
Irrevocable credit commitments	237	38	237	38
Other liabilities*	74	77	136	141
Total	311	115	373	179
* Including intragroup liabilities in relation to rented premises	-	-	70	74

The Group is party to a number of legal actions. These actions are under continuous review and the necessary provisions made are based on an assessment of the risk of loss. Pending legal actions are not expected to have any significant impact on the financial position of the Group.

Notes – Supplementary Information

Note 29	Sydbank Group		Sydbank A/S	
	2006	2005	2006	2005

DKKm

Related parties:

Sydbank has no related parties with a controlling influence in the Group. Related parties include the Group Executive Management, Board of Directors, subsidiaries and associates of the Group. No unusual transactions took place with related parties in 2006. Transactions between the Group's related parties are on an arm's length basis and are subject to the terms and conditions in force.

Group Executive Management and Board of Directors:

Loans, pledges, sureties or guarantees issued by order of members of:

Loans etc:

Group Executive Management (interest rates 2006: 4.90-6.00% p.a.)	1	1	1	1
Board of Directors (interest rates 2006: 2.40-10.00% p.a.)*	39	41	39	41

* Interest rates concern loans in different currencies.

Security:

Group Executive Management	-	-	-	-
Board of Directors	10	10	10	10

Note 30

Amounts owed by and to subsidiaries and associates etc:

Subsidiaries:

Amounts owed by credit institutions and central banks	663	141
Loans and advances at amortised cost	3,287	2,823

Total asset items	3,950	2,964
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Amounts owed to credit institutions	11	54
Deposits and other debt	29	34

Total liability items	40	88
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Associates etc:

Loans and advances at amortised cost	18	4
Deposits and other debt	83	59

Note 31

DKKm	Pension plans	Children's savings plans	2006 Total pooled plans	Pension plans	Children's savings plans	2005 Total pooled plans
Pooled plans:						
Income statement:						
Interest income/forward premium of:						
Cash deposits	3	0	3	1	0	1
Indexed bonds	24	0	24	17	0	17
Other bonds	126	6	132	121	5	126
Derivatives	(2)	0	(2)	0	0	0
Total interest income	151	6	157	139	5	144
Dividends from:						
Shares etc	53	1	54	39	1	40
Total dividends	53	1	54	39	1	40
Market value adjustments of:						
Indexed bonds	(13)	0	(13)	16	0	16
Other bonds etc	(71)	(3)	(74)	18	1	19
Shares etc	277	7	284	323	7	330
Units	3	0	3	0	0	0
Foreign exchange	(54)	(1)	(55)	47	1	48
Derivatives	(3)	0	(3)	0	0	0
Total market value adjustments	139	3	142	404	9	413
Fee and commission expense	60	2	62	49	2	51
Net profit of pooled plans	283	8	291	533	13	546
Balance sheet at 31 Dec:						
Assets:						
Cash deposits	197	8	205	193	6	199
Indexed bonds	589	9	598	515	1	516
Other bonds	3,410	163	3,573	3,153	135	3,288
Other shares etc	1,983	58	2,041	1,574	34	1,608
Units	96	3	99	4	0	4
Other assets	6	0	6	0	0	0
Total assets	6,281	241	6,522	5,439	176	5,615

Notes – Supplementary Information

Note 32

	2006	2005	2004	2003	2002
Key figures and financial ratios – Sydbank A/S					
Income statement highlights (DKK m)					
Net interest and fee income	2,971	2,605	2,431	2,395	2,320
Market value adjustments	794	501	372	503	69
Staff costs and administrative expenses	1,850	1,676	1,575	1,517	1,445
Impairment of loans and advances etc	(164)	61	219	288	291
Profit on holdings in associates etc	41	24	37	23	17
Profit for the year	1,514	936	750	672	414
Balance sheet highlights (DKK bn)					
Loans and advances	72.2	60.4	47.5	39.8	38.7
Shareholders' equity (Tier 1)	6.3	5.0	4.4	4.3	3.6
Total assets	114.4	98.8	78.3	73.4	66.8
Financial ratios per share (DKK per share of DKK 10)					
EPS	22.1	13.7	10.7	9.0	5.6
Book value	92.1	72.9	63.6	57.8	47.7
Dividend	3.0	3.0	3.0	2.0	1.5
Share price/EPS	12.2	11.1	10.1	9.0	8.9
Share price/book value	2.93	2.07	1.69	1.39	1.03
Other financial ratios					
Solvency (total capital) ratio	11.4	10.7	11.4	11.1	11.3
Core capital (Tier 1) ratio	8.7	7.8	9.3	8.8	8.3
Pre-tax profit as % of avg shareholders' equity	36.2	27.9	22.3	25.7	17.8
Post-tax profit as % of avg shareholders' equity	26.7	19.9	17.0	16.5	12.1
Income/cost ratio (DKK)	2.16	1.71	1.53	1.56	1.34
Interest rate risk	2.0	2.4	3.4	4.8	5.9
Foreign exchange position	10.2	2.8	1.5	4.1	11.9
Foreign exchange risk	0.1	0.1	0.0	0.1	0.1
Loans and advances relative to deposits	1.3	1.3	1.1	1.1	1.2
Loans and advances relative to shareholders' equity	11.4	12.1	10.7	9.2	10.8
Growth in loans and advances for the year	19.5	27.3	19.4	2.7	3.1
Excess cover relative to statutory liquidity requirements	70.4	91.5	114.7	139.2	120.4
Total large exposures	34.8	94.8	61.5	79.1	70.0
Impairment ratio for the year	(0.2)	0.1	0.4	0.6	0.6

Financial ratios have been determined by the Danish FSA's executive order on financial reporting of credit institutions and brokerage firms etc. The Bank has changed its accounting policies as of 2005. Key figures as well as financial ratios for 2004 have been restated.

Note 33**Sydbank Group**

DKKm	Gross investments	Unearned interest	2006 Net investments
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Lessor – finance leases:

Lease payment receivables comprise receivables on leasing of various operating equipment under non-cancellable leases. The leases are fixed-rate and floating-rate leases in foreign and Danish currencies.

Loans and advances at amortised cost represent DKK 3,034m at year-end 2006 (2005: DKK 2,500m).

Lease payment receivables:

Maturity:

1 year or less	838	122	716
Over 1 year not exceeding 5 years	2,286	223	2,063
Over 5 years	276	21	255
Total	3,400	366	3,034

Impairment of uncollectible lease payment receivables totals DKK 2m.

Note 34**Fair value of financial instruments:**

The carrying amount of financial assets and liabilities corresponds to the fair value in all material respects.

Note 35**This year:**

After the expiry of the financial year, no matters of significant impact on the financial position of the Sydbank Group have occurred.

Stock Exchange Announcements and Financial Calendar

Stock Exchange Announcements 2006-2007

Announcement	Date	Contents
01/06	21 February 2006	Preliminary announcement of the 2005 financial statements
02/06	22 February 2006	Annual General meeting of Sydbank A/S
03/06	24 February 2006	Staff elected to Sydbank's Board of Directors
04/06	9 March 2006	Annual General Meeting of Sydbank A/S and election to the Bank's Board of Directors
05/06	29 March 2006	Employee shares in Sydbank
06/06	25 April 2006	Quarterly Report – Q1 2006 of the Sydbank Group
07/06	29 June 2006	New subordinated capital to Sydbank
08/06	14 August 2006	The Sydbank Group 2006 Interim Report
09/06	11 October 2006	Sydbank's 2007 financial calendar
10/06	24 October 2006	Sydbank Group's Q1-Q3 2006 Report
01/07	30 January 2007	Sydbank's 2006 Annual Results

Financial Calendar/Scheduled Announcements

20 February 2007	Sydbank's 2006 Annual Report
8 March 2007	Annual General Meeting of Sydbank A/S
24 April 2007	Quarterly Report – Q1 2007
14 August 2007	2007 Interim Report
23 October 2007	Quarterly Report – Q1-Q3 2007

Shareholders' Meetings 2007

Region	Date	Time	Venue
Aabenraa	Thursday 22 March	6:30 pm	Aabenraa Svømme-og Idrætscenter
Copenhagen	Wednesday 21 March	6:30 pm	Ballerup Super Arena
Esbjerg	Thursday 15 March	6:30 pm	Musikhuset
Gråsten	Thursday 22 March	6:30 pm	Ahlmannsparken
Horsens	Tuesday 20 March	6:30 pm	Forum Horsens
Kolding	Tuesday 20 March	6:30 pm	Kolding Teater
Nordborg	Tuesday 13 March	6:30 pm	Nord-Als Idrætscenter
Odense	Monday 19 March	6:30 pm	Radisson SAS H.C. Andersen Hotel
Padborg	Tuesday 13 March	6:30 pm	Grænsehal 3, Kruså
Svendborg	Thursday 15 March	6:30 pm	Svendborg Erhvervsskole
Sønderborg	Monday 19 March	6:30 pm	Frihedshallen
Tønder	Wednesday 14 March	6:30 pm	Tønderhal 2
Varde	Monday 12 March	6:30 pm	Hotel Arnbjerg
Vejle	Monday 12 March	6:30 pm	Musikteatret
Århus	Wednesday 21 March	6:30 pm	Scandinavian Congress Center

Notice Convening the Annual General Meeting

Notice convening the Annual General Meeting of Sydbank A/S

On Thursday 8 March 2007 at 3:00 pm, Sydbank's Annual General Meeting will be held in Sønderjyllandshallen, H.P. Hanssensgade 7, Aabenraa.

Agenda according to Article 9 of the Articles of Association:

1. Board of Directors' report on the Bank's activities in 2006.
2. Submission of the audited annual report for adoption.
3. Motion for the allocation of profit according to the adopted annual report.
4. Election of Shareholders' Committee members.
5. Election of auditor.
6. Authority to the Board of Directors to allow the Bank to acquire own shares in the period until the next Annual General Meeting.
7. Proposals submitted by the Board of Directors or shareholders.
 - a. Proposal submitted by a shareholder:
"That Sydbank A/S formulates an environmental policy".
8. Any other business.

The agenda, complete proposals and audited annual report will be available at Sydbank's branches for inspection by the shareholders no later than 8 days before the Annual General Meeting.

Admission cards for the Annual General Meeting can be ordered at any of Sydbank's branches no later than Monday 5 March 2007.

Aabenraa, 19 February 2007

The Board of Directors of Sydbank A/S
Kresten Philipsen, Chairman

Organization

Board of Directors

Audit
Ole Kirkbak

Group Executive Management

Carsten Andersen

Preben Lund Hansen

Torben A. Nielsen

Central functions

Global Payments &
Cash Management
Niels Skylvad

Business Processes
Mogens Kristensen

Business Development &
Communications
Mogens Asmund

Legal Department
Karen Frøsig

Credits
Per Klitt Jensen

Sydbank Markets
Lars Bolding

Operations
Jørgen Møller Madsen

Asset Management
Allan Nørholm

Human Resources/IT
Niels Møllegaard

Products
Jess Olsen

International Division
Jens F. Andresen

Accounting
Mogens Sandbæk

Line functions

Aabenraa Region
Jørn Andersen

Aalborg Region
Laurits Brandt Andersen

Copenhagen Region
Henning Juhl Jessen

Corporate Banking
Jens Lund-Hansen

Esbjerg Region
Eigil Starup

Herring Region
Niels Vestermark

Horsens Region
Henning Barsøe

Kolding Region
Finn Boel Pedersen

Odense Region
Niels K. Andersen

Padborg Region
Kaj Risom

Svendborg Region
Ole Laugesen

Sønderborg Region
Oskar Tygesen

Tønder Region
Arne Jørgensen

Varde Region
Brian Knudsen

Vejle Region
Steen Sandgaard

Århus Region
Jørn Ibsen

Sydbank in Germany
Kim Møller Nielsen

PBI Gråsten
Bendt Heidner

Sydbank (Schweiz) AG
Inger Lise Hansen

Sydleasing
Hans Jørgen Clausen

Board of Directors and Group Executive Management

Board of Directors

In February 2006 four employees were elected to the Board of Directors (equal to 50% of the number of shareholder-elected Board members). Harry Max Friedrichsen, Jan Uldahl-Jensen and Margrethe Weber were re-elected. Per Olesen was elected as new member of the Board replacing outgoing member, Jytte L. Jensen.

Immediately following the Bank's AGM on 9 March 2006 Hanni Toosbuy Kasprzak, Peder Damgaard and Sven Rosenmeyer Paulsen were elected to the Board of Directors. The new Board members replaced former Vice-Chairman Christen Jessen and Helmuth Kirsten, both of whom retired from the Board due to the age clause in the Articles of Association, as well as Pernille Siesbye, who died on 4 February 2006.

Otto Christensen, Vagn F. Christensen and Jørgen Rud Juul Jørgensen were re-elected to the Board of Directors.

Following the AGM the Board of Directors re-elected its Chairman, Kresten Philipsen and elected Anders Thoustrup as new Vice-Chairman.

On 19 January 2007 Jørgen Rud Juul Jørgensen died at the age of 62. Jørgen Rud Juul Jørgensen had been a member of the Board since 2002.

Chairman

Kresten Philipsen

Lundtoftbjerg, Aabenraa

Born 29 June 1945.

Elected to Board of Directors in 1999. Farmer, former county mayor, chairman of the Boards of Directors of CSC Scandihealth A/S, CSC Datalab A/S, Privathospitalet Kollund A/S, Dansk Affald A/S, SYD Energi Holding A/S, Dansk Retursystem A/S and DONG Energy Power A/S. Member of the Boards of Directors of Dansk-Tysk Landbrugsinvestering A/S, Gråsten, A/S Plantningselskabet Sønderjylland, Netsam A/S, Det Danske Hedeselskab af 1.1.2002 A/S and DONG Energy A/S.

Vice-Chairman

Anders Thoustrup, Randers

Born 27 February 1949.

Elected to Board of Directors in 2000. General Manager, member of the Board of Directors/Executive Management of Thoustrup & Overgaard A/S. Chairman of the Boards of Directors of Randers Investeringsselskab A/S and Maskinfabrikken Fornax A/S. Member of the Boards of Directors of T&O Stelectric A/S, T&O Stelectric Development A/S, Hotel Randers A/S, Aktieselskabet af 1. August 1942 and Danish African Development Company A/S.

Otto Christensen, Vejle

Born 4 February 1950.

Elected to Board of Directors in 2002. General Manager, managing director and member of the Boards of Directors of Good Food Group A/S, Dan Labels A/S, JAN Import A/S, Cico Invest A/S and OC Danmark Holding A/S. Chairman of the Boards of Directors of Scandic Food A/S and Erik Troels-Smith A/S. Member of the Boards of Directors of AC Danmark Holding A/S and TC Danmark Holding A/S.

Vagn F. Christensen, Esbjerg

Born 30 April 1948.

Elected to Board of Directors in 2002. General Manager, general manager and member of the Board of Directors of KTVC A/S. Chairman of the Boards of Directors of Motel Varde A/S and Store Verden Safari A/S. Member of the Board of Directors of Dana Residence II A/S.

Peder Damgaard, Gråsten

Born 13 December 1956.
Elected to Board of Directors in 2006.
Principal, member of the Boards of Directors of Freudendahl Invest A/S, J.F. – Fabrikken, J. Freudendahl A/S and Danish Crown Holding A/S.

Harry Max Friedrichsen**Stubbæk, Aabenraa**

Born 17 April 1951.
Elected to Board of Directors in 1990.
Assistant Manager, elected by the staff.

Hanni Toosbuy Kasprzak, Haderslev

Born 21 July 1957.
Elected to Board of Directors in 2006.
Board Chairman, Chairman of the Boards of Directors of Ecco Sko A/S, Ecco Holding A/S and Hada Holding A/S.

Per Olesen, Vejle

Born 21 July 1968.
Elected to Board of Directors in 2006.
Senior Vice President, elected by the staff.

**Sven Rosenmeyer Paulsen
Copenhagen**

Born 23 January 1947.
Elected to Board of Directors in 2006.
Attorney, Chairman of the Board of Directors of Miele A/S. Member of the Board of Directors of Krøll Cranes A/S.

Jan Uldahl-Jensen, Kolding

Born 11 February 1953.
Elected to Board of Directors in 2002.
Assistant Manager, elected by the staff.

Margrethe Weber, Aabenraa

Born 8 July 1956.
Elected to Board of Directors in 1993.
Bank Clerk, elected by the staff.

Group Executive Management

Group Chief Executive

Carsten Andersen

Born 15 August 1945.
Group Executive Management member since 1978.
Group Chief Executive since 1981.
Chairman of the Boards of Directors of Ejendomsselskabet af 1. juni 1986 A/S and Bogføringsforeningen Bankdata.
Member of the Boards of Directors of PBS Holding A/S, Multidata Holding A/S, PRAS A/S, Sydleasing A/S, DMK-Holding A/S, the Danish Bankers' Association, the Regional Bankers' Association, the Financial Sector's Training Centre and the International Chamber of Commerce (ICC).

Deputy Group Chief Executive

Preben Lund Hansen

Born 21 January 1950.
Group Executive Management member since 1992.
Chairman of the Boards of Directors of Sydleasing A/S and DMK-Holding A/S.
Vice-Chairman of the Board of Directors of DLR Kredit A/S. Member of the Board of Directors of Totalkredit A/S.

Deputy Group Chief Executive

Torben A. Nielsen

Born 29 March 1960.
Group Executive Management member since 2002.
Chairman of the Board of Directors of Sydbank (Schweiz) AG.

Shareholders' Committee

Chairman
Jørgen A. Houmann
Flensburg

Vice-Chairman
Dine Nielsen
Holsted

Frank Abrahamsen
Brøns, Skærbæk

Finn Alexandersen
Varde

Leif Vilh. Arnesen
St. Merløse

Torben Bech
Århus

Glenn Bernecker
Guderup, Nordborg

Poul Bjerge
Ølgod

Steen Bjerregaard
Odense

Flemming Boisen
Grindsted

Frits Brøndum
Faaborg

Bjarne Christensen
Høruphav, Sydals

Claus Christensen
Aalborg

Mogens Christensen
Nordborg

Otto Christensen*
Vejle

Vagn F. Christensen*
Esbjerg

Otto Popp Clausen
Kolding

Chr. la Cour
Havndal

Peder Damgaard*
Gråsten

Knud Damsgaard
Odense

Bent Eegholm
Sønderborg

Preben Fogtmann
Hostrupskov, Aabenraa

Kim Galsgaard
Svendborg

Peter Gæmelke
Vejen

Henrik Halberg
Tåsinge, Svendborg

H. Toftlund Hansen
Billund

Henning Hansen
Kolding

Peter Erik Hansen
Ragebøl, Sønderborg

Jens Aage Helmig
Holbøl, Kruså

Bjarne Hessel
Vejle

Lene Hinz
Rødekro

Flemming Haahr
Esbjerg

Carl Aage Jensen
Thurø, Svendborg

Sv. E. Dalsgaard Justesen
Brædstrup

Peter Jørgensen
Øster Snogbæk, Sønderborg

Hanni Toosbuy Kasprzak*
Haderslev

Vagn Therkel Pedersen
Bredebro

Peter S. Sørensen
Juelsminde

Kent Kirk
Esbjerg

Jens Iwer Petersen
Sønderborg

Preben Terp-Nielsen
Aabenraa

Erik Steen Kristensen
Varde

Kresten Philipson*
Lundtoftbjerg, Aabenraa

Hanne Thaysen
Sønderborg

Michael Kvist
Årre

Gitte Poulsen
Herning

Anders Thoustrup*
Randers

Karin Lannig
Risskov

Martin Rahbek
Værløse

Jørgen Witting
Odense

Kaj Lavrsen
Tinglev

Ole W. Rasmussen
Horsens

* Board member

Bo Michelsen
Tønder

Søren Vang Rasmussen
Haderslev

Hans Lindum Møller
Egernsund

Peter J. Schmidt
Vojens

Per Nordvig Nielsen
Svendborg

Paul Sternkopf
Ølstykke

Niels Opstrup
Risskov

Leon Sørensen
Aalborg

Sv. Rosenmeyer Paulsen*
Copenhagen

Per Sørensen
Horsens

Jørgen Pedersen
Hedensted

Peter S. Sørensen
Brandø

Local Shareholders' Committees

Esbjerg

John Bakke
Gørding

Vagn F. Christensen
Esbjerg

Flemming Haahr
Esbjerg

Anna Lund Jepsen
Esbjerg

Kent Kirk
Esbjerg

Peter Kristiansen
Esbjerg

Iver Leuenhagen
Hostrup, Esbjerg

Dine Nielsen
Holsted

Erik Ertmann Nielsen
Esbjerg

Atly Sylvestersen
Ribe

Peter Aalund
Esbjerg

Herning

Per B. Christensen
Silkeborg

Jens Hedegaard
Holstebro

Orla Dahl Jepsen
Tvis, Holstebro

Kjeld Jørgensen
Herning

Niels Kofoed
Herning

Søren Vesterager Madsen
Brandø

Tina Smith Madsen
Herning

Lars Gantzel Pedersen
Ikast

Gitte Poulsen
Herning

Arne Prentow
Holstebro

Peter S. Sørensen
Brandø

Poul Sand Thomsen
Herning

Jens Erik Østergaard
Herning

Horsens

Christian Jakobsen
Horsens

Hans Jakobsen
Horsens

Peter Bjerremand Jensen
Horsens

Morten Kjærgaard
Hedensted

Sv. E. Dalsgaard Justesen
Brædstrup

Lone Madsen
Hornslyd

Kaj Møller
Skanderborg

B. Bøgh Nielsen
Horsens

Jens Jørgen Nielsen
Horsens

Allan Møller Rasmussen
Horsens

Ole W. Rasmussen
Horsens

Bent Søiberg
Tørring

Per Sørensen
Horsens

Peter S. Sørensen
Juelsminde

Carl Toubøl
Hovedgård

Kolding

Bent Bechmann
Lunderskov

Jens Holger Buch
Lejrskov, Lunderskov

Otto Popp Clausen
Kolding

Peter Gæmelke
Vejen

Henning Hansen
Kolding

Jesper Hansson
Kolding

Jørgen A. Houmann
Flensburg

Paul V. Johansen
Kolding

Cees Kuypers
Sdr. Stenderup

Knud Steen Larsen
Odense

Jørgen Sall
Tved, Kolding

Copenhagen

Leif Vilh. Arnesen
St. Merløse

Sven Halberg
Charlottenlund

Torben Stig Hansen
Rødovre

Palle Georg Kretzschmar
Frederiksberg

Svend Erik Kriby
Rungsted Kyst

Sv. Rosenmeyer Paulsen
Copenhagen

Morten Pedersen
Søllerød

Martin Rahbek
Værløse

Glenn Retz
Rungsted Kyst

Paul Sternkopf
Ølstykke

Odense

Steen Bjerregaard
Odense

Kurt Daell
Charlottenlund

Knud Damsgaard
Odense

Heine Delbing
Odense

Jørgen Fuhrmann
Odense

Hans Chr. Hempler
Odense

Steen E. Jacobsen
Sdr. Nærå, Årslev

Bjarne Jørgensen
Odense

Per Skou
Stige, Odense

John Søgaard
Odense

Jørgen Witting
Odense

Padborg

Hans Bakkensen
Bjerndrup, Aabenraa

Thorbjørn Gørsen
Padborg

Kjeld Hansen
Søgård, Aabenraa

Jens Aage Helmig
Holbøl, Kruså

Charlotte P. Johansen
Kollund, Kruså

Kaj Lavrsen
Tinglev

Børge Nielsen
Klipleve, Aabenraa

Egon Nielsen
Padborg

Jens Iwer Petersen
Sønderborg

Gregers Skovmand
Tinglev

Bjarne Stokbæk
Tinglev

Svendborg

Peter V. Borch
Svendborg

Frits Brøndum
Faaborg

Bent Bylov
Faaborg

Jan Böttiger
Svendborg

Mogens Fentz
Faaborg

Kim Galsgaard
Svendborg

Henrik Halberg
Tåsinge, Svendborg

Carl Aage Jensen
Thurø, Svendborg

Frank Brade Jørgensen
Svendborg

Claus Koch
Horne, Faaborg

Bent Nielsen
Broby

Per Nordvig Nielsen
Svendborg

Inge-Lise Rasmussen
Faaborg

Jens Bertel Rasmussen
Svendborg

Bent Ranum Simonsen
Svendborg

Sønderborg

Eihler Andersen
Sønderborg

Glenn Bernecker
Guderup, Nordborg

Bjarne Christensen
Høruphav, Sydals

Mogens Christensen
Nordborg

Local Shareholders' Committees

Peder Damgaard
Gråsten

Bent Eegholm
Sønderborg

Vilhelm Hald-Christensen
Gråsten

Peter Erik Hansen
Ragebøl, Sønderborg

Peter Jacobsen
Felsted, Aabenraa

H. Philip Jensen
Gråsten

Christen Jessen
Holm, Nordborg

Peter Jørgensen
Øster Snogbæk, Sønderborg

Per Kirkegaard
Guderup, Nordborg

Bent Kristensen
Sønderborg

Peter Matzen
Gråsten

Hans Lindum Møller
Egernsund

Orla Blaske Nielsen
Gråsten

Peter Søndergaard
Sønderborg

Hanne Thaysen
Sønderborg

Tønder

Frank Abrahamsen
Brøns, Skærbæk

Erik Dreyer
Tønder

Karen Marie Hansen
Tønder

Arne Jørgensen
Døstrup, Skærbæk

Hanni Toosbuy Kasprzak
Haderslev

Helmuth Kirsten
Rønshoved, Kruså

Bo Michelsen
Tønder

Peter Nørkjær
Tønder

Vagn Therkel Pedersen
Bredebro

Harald Petersen
Rejsby-Østermark, Skærbæk

Per Thyregod Sørensen
Tønder

Varde

Finn Alexandersen
Varde

Poul Winther Andersen
Varde

Poul Bjerge
Ølgod

Flemming Boisen
Grindsted

Erik Steen Kristensen
Varde

Michael Kvist
Årre

Michael Mathiesen
Varde

Ib Møller Nielsen
Grindsted

Bent Poulsen
Nymindégab, Nørre Nebel

Christen Storgaard
Grindsted

Kent Skaanning Thomsen
Sdr. Vium, Hemmet

Henning Urup
Hodde, Ansager

Vejle

Carlo Weber Andersen
Middelfart

Otto Christensen
Vejle

Knud Fischer
Vejle

Henrik Gundtoft
Vejle

H. Toftlund Hansen
Billund

Bjarne Hessel
Vejle

Paul Adler Juul
Sønderskov, Fredericia

Anders Lage Jørgensen
Hyrup, Stouby

Jørgen Pedersen
Hedensted

Per L. Thomsen
Vejle

Peter Thorsen
Vejle

Mogens Toft
Vejle

Aabenraa

Erling Andersen
Aabenraa

Torben Andersen
Egvad, Rødekro

Erik T. Boysen
Aabenraa

Bent Brink
Aabenraa

Poul Dørflinger
Haderslev

Peter Engel-Andreasen
Haderslev

Ivan Filtenborg
Haderslev

Preben Fogtmann
Hostrupskov, Aabenraa

Lene Hinz
Rødekro

William Klinker
Aabenraa

Mogens Olsen
Vojens

Kresten Philipsen
Lundtoftbjerg, Aabenraa

Søren Vang Rasmussen
Haderslev

Michael Torp Sangild
Rødekro

Peter J. Schmidt
Vojens

Ejler Schütt
Løjt Kirkeby, Aabenraa

Arne Frehr Sørensen
Rødekro

Preben Terp-Nielsen
Aabenraa

Inge Toft
Stubbæk, Aabenraa

Aalborg

Hans Andersen
Aalborg

Lene Bjerre
Nibe

Anders Bundgaard
Ulsted, Hals

Claus Christensen
Aalborg

Preben Bang Henriksen
Aalborg

Jørgen Kjær Jacobsen
Vodskov

Preben Pedersen
Svenstrup

Niels Saxtoft
Aalborg

Leon Sørensen
Aalborg

Århus

Torben Bech
Århus

Chr. la Cour
Havndal

Samson Evar
Århus

Tommy Frank
Væth, Langå

Jesper Bo Jensen
Højbjerg

Finn Kjærgaard
Tjele

Karin Lanng
Risskov

Bo Madsen
Voldbæk, Brabrand

Niels Nymark
Risskov

Niels Opstrup
Risskov

Palle B. Thomsen
Højbjerg

Anders Thoustrup
Randers

Branches

Esbjerg Region

Head of Region Eigil Starup

Regional head office

Kongensgade 62, DK-6701 Esbjerg
Tel +45 76 11 65 00

Bramming

Storegade 30, DK-6740 Bramming
Tel +45 75 17 21 11

Brørup

Nørregade 10, DK-6650 Brørup
Tel +45 75 38 18 00

Gjesing

Gl. Vardevej 183, DK-6715 Esbjerg N
Tel +45 79 15 18 35

Gørding

Nørregade 90A, DK-6690 Gørding
Tel +45 75 17 83 77

Hjerting

Hjerting Strandvej 16, DK-6710 Esbjerg V
Tel +45 75 11 56 11

Jerne

Jagtvej 45, DK-6705 Esbjerg Ø
Tel +45 79 15 19 20

Ribe

Tømmergangen 7, DK-6760 Ribe
Tel +45 75 42 29 11

Strandby Plads

Strandby Plads, DK-6700 Esbjerg
Tel +45 79 15 19 50

Sædding

Sædding Centret, Fyrvej 34,
DK-6710 Esbjerg V
Tel +45 79 15 91 80

Herning Region

Head of Region Niels Vestermark

Regional head office

Dalgasgade 22, DK-7400 Herning
Tel +45 74 37 62 00

Brande

Torvet 1, DK-7330 Brande
Tel +45 74 37 61 80

Holstebro

Nygade 15, DK-7500 Holstebro
Tel +45 74 37 84 00

Silkeborg

Søndergade 25, DK-8600 Silkeborg
Tel +45 74 37 74 00

Horsens Region

Head of Region Henning Barsøe

Regional head office

Søndergade 18-20, DK-8700 Horsens
Tel +45 76 25 76 00

Brædstrup

Bredgade 8, DK-8740 Brædstrup
Tel +45 75 75 12 66

Dagnæs

Bjerrevej 95, DK-8700 Horsens
Tel +45 75 64 46 00

Hornsyld

Apotekerbakken 20, DK-8783 Hornsyld
Tel +45 75 68 77 11

Juelsminde

Odelsgade 11A, DK-7130 Juelsminde
Tel +45 76 83 75 70

Løsning

Vestergade 2, DK-8723 Løsning
Tel +45 75 65 11 22

Nørretorv

Nørretorv 27, DK-8700 Horsens
Tel +45 76 25 55 30

Sundtorv

Chr. M. Østergaardsvej 1A,
DK-8700 Horsens
Tel +45 75 62 75 00

Skanderborg

Ole Lund Kirkegaards Stræde 3,
DK-8660 Skanderborg
Tel +45 87 93 74 30

Tørring

Bredgade 29, DK-7160 Tørring
Tel +45 76 90 27 10

Kolding Region

Head of Region Finn Boel Pedersen

Regional head office

Jernbanegade 14, DK-6000 Kolding
Tel +45 79 32 50 00

Kolding Storcenter

Skovvangen 42, DK-6000 Kolding
Tel +45 74 37 52 50

Lunderskov

Storegade 20, DK-6640 Lunderskov
Tel +45 74 37 52 20

Sønderport

Agtrupvej 2, DK-6000 Kolding
Tel +45 74 37 52 70

Vamdrup

Østergade 14, DK-6580 Vamdrup
Tel +45 74 37 52 20

Vejen

Søndergade 5, DK-6600 Vejen
Tel +45 74 37 52 30

Copenhagen Region

Head of Region Henning Juhl Jessen

Regional head office

Kgs. Nytorv 30, DK-1050 Copenhagen K
Tel +45 33 69 78 00

Ballerup

Sct. Jacobsvej 5, DK-2750 Ballerup
Tel +45 74 37 84 80

Boulevard

H.C. Andersens Boulevard 37
DK-1553 Copenhagen V
Tel +45 74 37 77 70

Frederiksberg

Gl. Kongevej 64, DK-1850 Frederiksberg C
Tel +45 74 37 79 00

Glostrup

Hovedvejen 87, DK-2600 Glostrup
Tel +45 74 37 79 20

Hellerup

Strandvejen 82, DK-2900 Hellerup
Tel +45 74 37 79 40

Hillerød

Sdr. Jernbanevej 18C, DK-3400 Hillerød
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Købmagergade

Købmagergade 45
DK-1014 Copenhagen K
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Lyngby

Jernbanevej 1, DK-2800 Kgs. Lyngby
Tel +45 74 37 79 50

Rødovre

Damhustorvet 11, DK-2610 Rødovre
Tel +45 74 37 79 70

Odense Region

Head of Region Niels Andersen

Regional head office

Vestergade 33, DK-5100 Odense C
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Dalum

Faaborgvej 106, DK-5250 Odense SV
Tel +45 63 17 23 23

Munkelis

Hjallesevej 143, DK-5230 Odense M
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Nr. Lyndelse

Kærvej 4, Nr. Lyndelse, DK-5792 Årslev
Tel +45 65 90 15 44

Skibhus

Skibhusvej 65, DK-5000 Odense C
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Tarup

Rugårdsvej 176, DK-5210 Odense NV
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Padborg Region

Head of Region Kaj Risom

Regional head office

Møllegade 3, DK-6330 Padborg
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Kliplev

Skolegade 1, Kliplev, DK-6200 Aabenraa
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Kruså

Flensborgvej 26, DK-6340 Kruså
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Tinglev

Hovedgaden 23, DK-6360 Tinglev
Tel +45 73 34 61 30

Corporate Banking

Group Executive Vice President
Jens Lund-Hansen

Peberlyk 4, DK-6200 Aabenraa
Tel +45 74 36 36 36

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Head of Region Ole Laugesen

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Faaborg

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Ollerup

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DK-5762 Vester Skerninge
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Tåsinge

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Ærø

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Østre

Ørbækvej 1, DK-5700 Svendborg
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Sønderborg Region

Head of Region Oskar Tygesen

Regional head office

Jernbanegade 35, DK-6400 Sønderborg
Tel +45 74 13 70 00

Augustenborg

Storegade 49, DK-6440 Augustenborg
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Broager

Storegade 12, DK-6310 Broager
Tel +45 74 44 12 04

Gråsten

Nygade 17, DK-6300 Gråsten
Tel +45 73 35 73 73

Guderup

Søndergade 1, Guderup,
DK-6430 Nordborg
Tel +45 73 15 11 30

Høruphav

Østerbakken 1A, Høruphav,
DK-6470 Sydals
Tel +45 74 41 56 20

Nordborg

Storegade 11, DK-6430 Nordborg
Tel +45 73 15 55 00

Ringgade

Ringgade 177, DK-6400 Sønderborg
Tel +45 73 42 71 00

Branches

Tønder Region

Head of Region Arne Jørgensen

Regional head office

Storegade 28, DK-6270 Tønder
Tel +45 73 92 53 00

Bredebro

Storegade 2, DK-6261 Bredebro
Tel +45 74 71 14 63

Bylderup Bov

Engvej 8, DK-6372 Bylderup Bov
Tel +45 74 76 23 32

Højer

Skolegade 8, DK-6280 Højer
Tel +45 74 78 21 33

Skærbæk

Storegade 38, DK-6780 Skærbæk
Tel +45 73 75 96 00

Tønder Vest

Plantagevej 40, DK-6270 Tønder
Tel +45 74 72 45 21

Varde Region

Head of Region Brian Knudsen

Regional head office

Vestergade 4, DK-6800 Varde
Tel +45 76 11 67 00

Blåvand

Blåvandvej 24, DK-6857 Blåvand
Tel +45 75 27 90 98

Grindsted

Jernbanegade 1, DK-7200 Grindsted
Tel +45 76 73 68 30

Nørre Nebel

Bredgade 32, DK-6830 Nørre Nebel
Tel +45 75 28 80 66

Oksbøl

Vestergade 5, DK-6840 Oksbøl
Tel +45 76 54 68 80

Sdr. Varde

Varde Centret, DK-6800 Varde
Tel +45 75 22 21 22

Skjern

Bredgade 48, DK-6900 Skjern
Tel +45 97 35 10 77

Tistrup

Storegade 25, DK-6862 Tistrup
Tel +45 75 29 90 26

Ølgod

Torvegade 11, DK-6870 Ølgod
Tel +45 76 98 91 50

Vejle Region

Head of Region Steen Sandgaard

Regional head office

Kirketorvet 4, DK-7100 Vejle
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Billund

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Tel +45 74 37 91 00

Egtved

Søndergade 2, DK-6040 Egtved
Tel +45 74 37 59 20

Fredericia

Gothersgade 31-33, DK-7000 Fredericia
Tel +45 74 37 59 30

Give

Torvet 5, DK-7323 Give
Tel +45 74 37 59 60

Hedensted

Vesterbrogade 3, DK-8722 Hedensted
Tel +45 74 37 59 70

Jelling

Stationsvej 8, DK-7300 Jelling
Tel +45 74 37 61 70

Vestre

Vestergade 49, DK-7100 Vejle
Tel +45 74 37 59 90

Aabenraa Region

Head of Region Jørn Andersen

Regional head office

Storegade 18, DK-6200 Aabenraa
Tel +45 74 36 30 00

Felsted

Møgelmosevej 2, Felsted,
DK-6200 Aabenraa
Tel +45 74 68 55 50

Haderslev

Storegade 5-7, DK-6100 Haderslev
Tel +45 73 52 49 00

Hjorkær

Kirkegade 31, Hjorkær,
DK-6230 Rødekro
Tel +45 74 66 65 21

Løjt

Løjt Storegade 10, DK-6200 Aabenraa
Tel +45 74 61 71 27

Rødekro

Hærvejen 41, DK-6230 Rødekro
Tel +45 73 36 49 70

Rugkøbbel

Rugkøbbelcentret, DK-6200 Aabenraa
Tel +45 74 36 31 31

Vojens

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