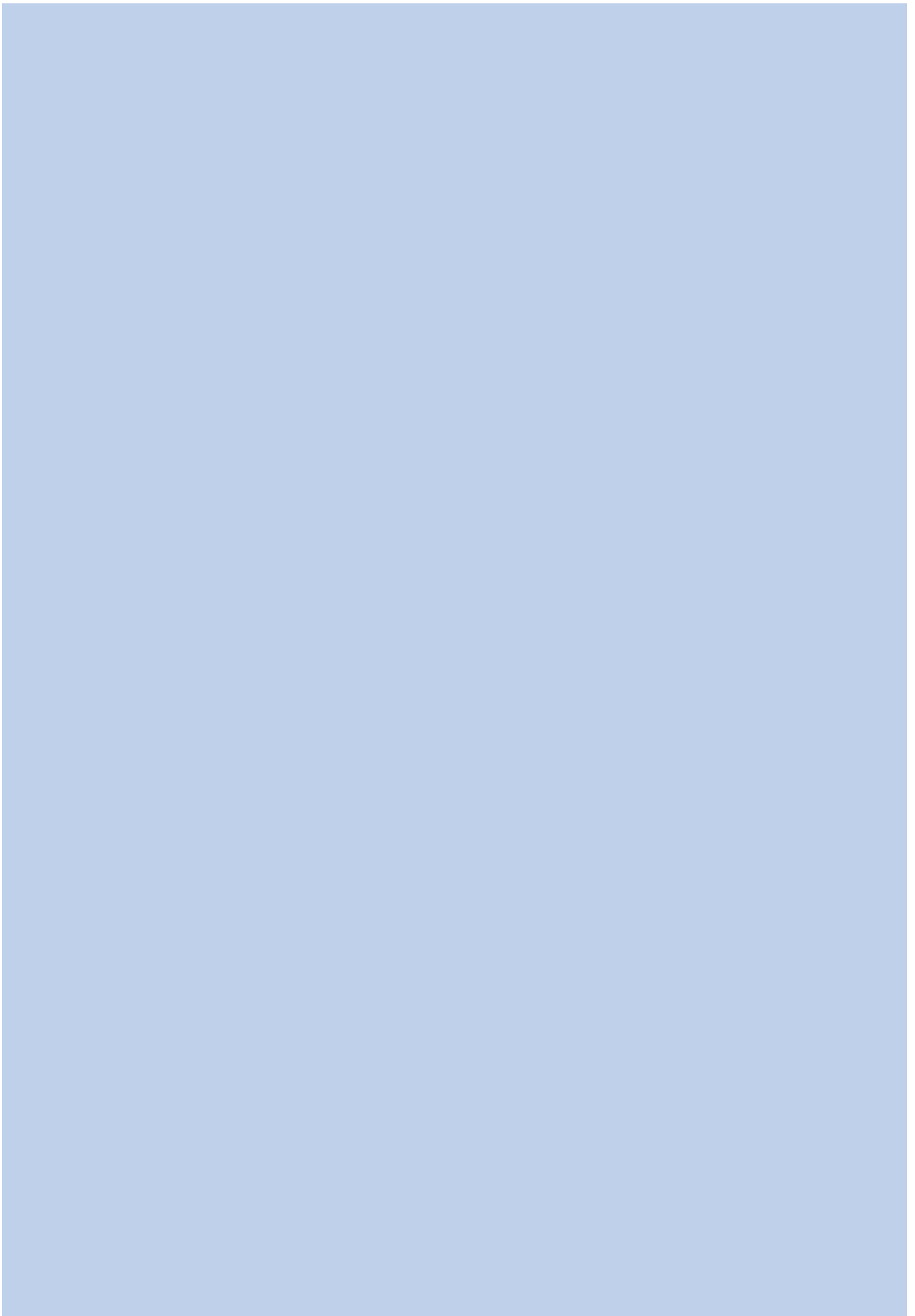


Annual financial statements of Landesbank Baden-Württemberg Stuttgart, Karlsruhe, Mannheim and Mainz.

As at 31 December 2014.



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Combined Management Report.

The management report of LBBW (Bank) and the group management report were compiled in accordance with section 315 (3) HGB in conjunction with section 298 (3) HGB and published in the 2014 annual report of LBBW.

The annual financial statements and the management report combined with the group management report for the 2014 financial year will be submitted to and published by the operator of the German Federal Gazette (Bundesanzeiger).

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

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

Annual financial statements as at
31 December 2014.

Balance sheet

as at 31 December 2014.

Assets.

EUR million	Explanation in the Notes (chapter)	31 Dec. 2014	31 Dec. 2013
Cash and cash equivalents			
a) Cash		126	135
b) Balances with central banks		1,801	1,966
including: with Deutsche Bundesbank	1,523		279
		1,927	2,101
Public sector debt instruments and bills of exchange eligible for refinancing at central banks			
a) Treasury bills and discounted treasury notes, as well as similar public sector debt instruments		0	52
		0	52
Loans and advances to banks 2, 7, 8, 11, 17			
a) Mortgage loans		108	132
b) Public sector loans		27,975	32,432
c) Other receivables		10,864	15,848
of which: payable on demand	1,466		2,617
of which: collateralized by securities	4,348		8,407
		38,948	48,412
Loans and advances to customers 2, 7, 8, 11, 17			
a) Mortgage loans		29,333	31,285
b) Public sector loans		19,773	20,738
c) Other receivables		62,567	57,026
of which: collateralized by securities	14,102		7,478
		111,673	109,049
Debentures and other fixed-income securities 2, 7, 8, 9, 11, 14, 17			
b) Bonds and debentures			
ba) issued by public sector borrowers	13,256		5,412
of which: eligible as collateral with Deutsche Bundesbank	5,677		5,129
bb) issued by other borrowers	13,868		29,578
of which: eligible as collateral with Deutsche Bundesbank	11,271		22,031
		27,124	34,990
c) Own debentures		4,767	9,173
Nominal amount	4,732		9,140
		31,891	44,163

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

Assets.

EUR million	Explanation in the Notes (chapter)			31 Dec. 2014	31 Dec. 2013
Equities and other non-fixed-income securities	2, 9, 11, 14			250	326
Trading portfolio	2, 4, 11, 17			58,314	71,254
Equity investments	2, 9, 14			649	598
of which: in banks		566			495
of which: in financial services companies		0			0
Shares in affiliates	2, 9, 14			2,332	2,761
of which: in banks		329			768
of which: in financial services companies		243			243
Trust assets	13, 17			818	886
of which: trust loans		685			752
Intangible assets	2, 14				
a) Internally generated industrial property rights and similar rights and assets			2		1
b) Concessions, industrial property rights and similar rights and assets, and licenses to such rights and assets			68		51
c) Advances paid			28		33
				98	85
Property and equipment	2, 14			379	399
Other assets	15			1,778	1,829
Deferred items	16				
a) From issuing and lending business			365		396
b) Other			1,002		1,085
				1,368	1,481
Total assets				250,425	283,396

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

Equity and liabilities.

EUR million	Explanation in the Notes (chapter)	31 Dec. 2014	31 Dec. 2013
Deposits from banks	2, 7, 8, 20		
a) Mortgage-backed registered covered bonds issued		468	506
b) Public registered covered bonds issued		1,911	2,510
c) Other liabilities		50,664	56,073
of which: payable on demand	3,332		4,371
		53,043	59,089
Deposits from customers	2, 7, 8, 20		
a) Mortgage-backed registered covered bonds issued		1,077	1,062
b) Public registered covered bonds issued		5,813	7,066
c) Savings deposits			
ca) with an agreed notice period of three months	6,783		6,527
cb) with an agreed notice period of more than three months	448		589
		7,231	7,116
d) Other liabilities		60,429	71,369
of which: payable on demand	33,058		31,667
		74,549	86,613
Securitized liabilities	2, 7, 8, 20		
a) Issued debentures			
aa) Pfandbriefe (mortgage-backed covered bonds)	5,307		5,445
ab) Pfandbriefe (public covered bonds)	7,785		11,027
ac) Other bonds	36,237		43,784
		49,329	60,257
b) Other securitized liabilities		230	188
of which: money market instruments	230		188
		49,559	60,444
Trading portfolio	2, 4, 20	46,718	50,388
Trust liabilities	13	818	886
of which: trust loans	685		752
Other liabilities	2, 19	1,552	1,023
Deferred items	16		
a) From issuing and lending business		331	342
b) Other		1,118	1,189
		1,449	1,531
Provisions	2		
a) Provisions for pensions and other post-employment benefits		1,614	1,513
b) Tax provisions		60	38
c) Other provisions		510	808
		2,183	2,359
Subordinated liabilities	2, 7, 21	4,766	4,360

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

Equity and liabilities.

EUR million	Explanation in the Notes (chapter)	31 Dec. 2014	31 Dec. 2013
Capital generated from profit-participation rights		435	584
of which: maturing in less than two years	176		225
Fund for general banking risks		521	513
of which: transfers in accordance with section 340e (4) HGB	8		30
Equity	22		
a) Subscribed capital			
aa) Share capital	3,484		3,484
ab) Silent partners' contributions	1,344		2,361
		4,828	5,845
b) Capital reserve		8,240	8,240
c) Retained earnings			
cd) Other retained earnings	1,449		1,449
		1,449	1,449
d) Unappropriated profit/loss		313	72
		14,830	15,606
Total liabilities and equity		250,425	283,396
Contingent liabilities	3, 20, 23		
b) Liabilities from guarantees and warranties (in addition, letters of comfort were granted, which are explained in chapter 24 of the Notes)		8,284	13,747
		8,284	13,747
Other obligations	23		
c) Irrevocable loan commitments		24,365	22,422
		24,365	22,422

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

Income statement

for the period 1 January to 31 December 2014.

EUR million	Explanation in the Notes (chapter)		1 Jan. – 31 Dec. 2014	1 Jan. – 31 Dec. 2013
Interest income from	27, 32			
a) Credit and money market transactions		14,460		18,363
b) Fixed-income securities and book-entry securities		1,053		1,265
			15,513	19,628
Interest expense	27		- 13,953	- 18,184
			1,560	1,444
Current income from	32			
a) Equities and other non-fixed-income securities			43	65
b) Equity investments			20	18
c) Shares in affiliates			44	33
			107	116
Income from profit-pooling, profit transfer and partial profit transfer agreements			88	75
Fee and commission income	32		508	572
Fee and commission expenses			- 284	- 395
including: guarantee commission for the State of Baden-Württemberg		- 191		- 293
			224	177
Total operating income/expenses from the trading portfolio	32		72	276
Other operating income	28, 32		271	378
General administrative expenses				
a) Total staff costs				
aa) Wages and salaries		- 625		- 616
ab) Social security contributions and expense for pension provision and other benefits		- 195		- 169
of which: pension costs		- 100		- 45
			- 820	- 785
b) Total other administrative expenses			- 715	- 620
			- 1,535	- 1,405
Depreciations and write-downs of intangible assets and property and equipment			- 69	- 69

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

EUR million	Explanation in the Notes (chapter)			1 Jan. - 31 Dec. 2014	1 Jan. - 31 Dec. 2013
Other operating expenses	28			- 218	- 374
Depreciations and write-downs of loans and certain securities, as well as additions to provisions for credit risks				- 119	- 218
Income from reversals of impairment losses on equity investments, shares in affiliates and securities treated as fixed assets				71	106
Expenses from loss transfer				- 24	- 87
Result from normal operations				426	419
Extraordinary income	30		2		52
Extraordinary expenses	30		- 27		- 29
Extraordinary result	30			- 25	23
				402	442
Taxes on income	31		- 20		- 77
Other taxes, unless reported under other operating expenses			- 3		- 1
				- 23	- 78
Profits transferred as a result of profit-pooling, profit transfer agreement or a partial profit transfer agreement				- 66	- 292
Net profit/unappropriated profit/loss	22			313	72

Notes

for the period 1 January to 31 December 2014.

General.

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

The annual financial statements for the 2014 financial year of Landesbank Baden-Württemberg (LBBW (Bank)) with headquarters in Stuttgart, Karlsruhe, Mannheim and Mainz were drawn up in compliance with the provisions of the German Commercial Code (Handelsgesetzbuch – HGB), in particular the Supplemental Regulations for Banks (sections 340 et seq. HGB), the German Accounting Regulation for Banks and Financial Service Institutions (Verordnung über die Rechnungslegung der Kreditinstitute und Finanzdienstleistungsinstitute – RechKredV), the German Banking Act (Kreditwesengesetz – KWG) and the German Pfandbrief Act (Pfandbriefgesetz – PfandBfG).

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

2. General accounting and valuation methods.

Allowances for losses on loans and advances and receivables.

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

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

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

A maximum guarantee agreed within the scope of a guarantee structure with a guarantee company of the State of Baden-Württemberg for the LBBW (Bank) and various Group companies' securitization portfolio (residual nominal value of EUR 6.3 billion as at 31 December 2013) was ended due to the disposal of the guaranteed portfolio. As at 31 December 2014, the guarantee company of the State of Baden-Württemberg still hedges an LBBW (Bank) loan in the amount of EUR 4.5 billion to Sealink Funding Ltd. (Sealink), an unconsolidated special purpose entity, to which certain risk-carrying structured ABSs were transferred in conjunction with the acquisition of the former Landesbank Sachsen.

Equity investments and affiliates.

Sales profit or loss from investment transactions is recorded in other operating income or expenses on the basis of section 340c (2) sentence 2 HGB. For a list of shareholdings in accordance with section 285 no. 11 HGB, refer to chapter 37.

Fixed assets.

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

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

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

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

Deferred taxes.

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

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

Company-specific tax rates were used in the recognition of deferred taxes. For the domestic consolidated group, the corporate income tax was recognized at 15.83% including the solidarity surcharge. The average trade tax rate of 14.59% for the tax entity was also used for the domestic tax entity. Deferred taxes for the foreign branches were recognized at the statutory tax rates applicable in those locations, ranging from 12.00% to 45.51%.

Liabilities.

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

Provisions.

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

The projected unit credit method was used as an actuarial calculation method. Accrual allocation of benefit payments during employment and actuarial assumptions are used for the assessment. The discount rate for pension obligations is 4.55%, expected wage and salary increases are 1.85%, plus a career trend of 0.5% based on an age up to 50. The future annual rate of pension increase remains at 1.7% and a company-specific fluctuation of 4.0% is assumed.

According to article 67 (1) no. 1 EGHGB (Introductory Act to the German Commercial Code), the additions to the provisions for pensions can be spread out over 15 years as a consequence of the first-time application of BilMoG. LBBW (Bank) has used this option and added EUR 26.5 million (1/15) to the provisions for pensions in the past financial year. The remaining residual amount is EUR 264.7 million; additions of at least EUR 26.5 million must be added annually until 31 December 2024.

Plan assets of EUR 3.7 million were set up as at year-end 2014 for the obligation for settlement arrears from partial retirement contracts. This corresponds to the fair value of the plan assets as at 31 December 2014. The provisions for settlement arrears from partial retirement contracts amounting to EUR 3.9 million were offset against the plan assets in line with section 246 (2) sentence 2 HGB.

Plan assets with a fair value of EUR 38.1 million as at 31 December 2014 are in place to meet obligations from the LBBW Flexiwertkonto (working time account). The acquisition costs amount to EUR 35.4 million. The provisions from the obligations for the Flexiwertkonto amounting to EUR 42.7 million were offset against the plan assets at fair value. Expenses of EUR 7.4 million (higher obligations in 2014) were offset against income of EUR 6.6 million (increase in plan assets in 2014).

Other provisions are calculated under consideration of all contingent liabilities and anticipated losses from pending transactions on the basis of conservative commercial assessment. Provisions with a residual term over one year are discounted at the interest rates published by Deutsche Bundesbank in accordance with section 253 (2) HGB.

The continuation option for provisions as part of the BilMoG conversion balance in line with article 67 (1) EGHGB is exercised. Overcollateralization amounts to EUR 2.7 million as at 31 December 2014.

Loss-free valuation in the banking book.

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

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

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

Financial instruments.

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

On the balance sheet, the reduction affects the balance sheet item of trading assets.

The absolute amount of the risk discount is EUR 35 million for LBBW (Bank) as at 31 December 2014 (2013: EUR 58 million).

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

Owing to positive net income from the trading portfolio for the 2014 financial year, an allocation was made to the fund for general banking risks in line with section 340e (4) HGB.

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

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

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

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

The valuation methods include all factors and parameters which LBBW (Bank) believes would also be considered by market participants. If the valuation methods do not take individual factors into account, valuation adjustments are conducted. Value adjustments are determined by Risk Controlling and documented in a valuation adjustment policy. Significant value adjustments affect, among other things, valuation adjustments for the counterparty default risk of OTC derivatives (counterparty valuation adjustment) and valuation adjustments for derivatives to take into account bid/ask spreads. LBBW (Bank) makes further valuation adjustments, for example, to take account of model weaknesses and individual valuation uncertainties (model valuation adjustments), including when determining the fair value of certain interest rate and credit derivatives or as day-1 P&L valuation adjustments. Collateralized OTC derivatives are mostly discounted on the basis of EONIA rates. In the financial year, there was a conversion of discount curves that are used when measuring unsecured OTC interest rate derivatives of certain counterparties. The effect of the conversion amounts to EUR – 31 million. In addition, changes were made to the estimates of the parameters used to calculate the credit valuation adjustment (CVA) for public counterparties.

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

The valuation of money market transactions was adjusted in 2014. External transactions are discounted taking into consideration the counterparty-specific credit spread. The credit valuation adjustment (CVA) used until then is not applicable. For internal transactions, the valuation on the basis of risk-free swap rates was converted to a valuation with the swap curve including opportunity interest rate spreads. The effect at the time of the conversion was approx. EUR 16 million.

The bilaterally-concluded OTC derivatives in the trading portfolio were presented on a net basis per counterparty for the first time in the 2014 financial year. The transactions were concluded on the basis of framework agreements that provide for a daily exchange of the margin collateral. The net presentation comprises the book value of the derivatives and the margin collateral.

Credit derivatives outside the trading portfolio.

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

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

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

Credit derivatives in the non-trading portfolio that were entered into by LBBW as a protection buyer are then treated as credit collateral received, if a documented hedging purpose exists in relation to another transaction subject to credit risk and the derivatives are objectively appropriate for reducing risk. As credit collateral received, these credit derivatives are not recorded in the balance sheet (such as with guarantees received) but are taken into consideration when calculating the necessary allowances for losses on loans and advances for the hedged transaction.

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

Credit derivatives in the non-trading portfolio that do not fulfill these conditions are valued separately. Unrealized valuation gains are offset only if the credit risk relates to one and the same reference debtor. Provisions for anticipated losses from pending transactions are created for unrealized valuation losses, if necessary after netting unrealized valuation gains. The results are included in depreciations and write-downs of loans and certain securities, as well as additions to provisions for credit risks. Any valuation gains remaining after netting are not recognized. The combined management report (risk and opportunity report) contains information about the scope and development of the LBBW (Bank) market price risks.

Securities.

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

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

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

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

Notes to the balance sheet.

3. Derivatives.

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

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

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

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

Derivative transactions – Product structure – Recognized at fair value.

EUR million	Nominal values		Positive fair value ^{1) 2) 3)}		Negative fair value ^{1) 2) 3)}	
	31 Dec. 2014	31 Dec. 2013	31 Dec. 2014	31 Dec. 2013	31 Dec. 2014	31 Dec. 2013
Interest rate swaps	700,093	837,393	11,457	17,188	5,652	14,265
FRAs	10,489	14,961	0	1	2	3
Interest rate options	69,429	66,179	364	1,699	245	2,275
Purchases	28,041	26,520	354	1,412	39	86
Sales	41,387	39,660	10	287	206	2,189
Caps, floors, collars	34,448	36,502	18	507	15	324
Other interest rate contracts	1,878	1,100	- 1	19	115	10
Exchange-traded interest rate products	36,688	67,078	0	0	0	0
Interest rate risks - overall	853,024	1,023,214	11,837	19,414	6,028	16,878
Currency forwards	140,255	84,935	2,859	1,436	3,076	1,405
Cross-currency interest rate swaps	27,632	30,619	1,021	1,001	1,538	1,120
Currency options	5,866	3,226	61	74	47	42
Purchases	2,941	1,721	61	75	0	0
Sales	2,925	1,505	0	0	47	42
Currency risks - total	173,752	118,780	3,940	2,512	4,661	2,568
Stock options	1,076	3,644	- 2	83	- 83	- 27
Purchases	367	1,577	- 2	83	0	10
Sales	709	2,067	0	0	- 83	- 37
Exchange-traded equity and index products	11,566	11,264	258	283	457	350
Commodities	2,375	2,939	86	62	67	41
of which exchange-traded	1,470	1,658	41	18	59	32
Other equity derivatives	996	0	19	0	115	0
Equity and other price risks - overall	16,013	17,848	360	427	556	364
Credit derivatives (protection seller)	13,112	17,290	78	496	5	234
Credit derivatives (protection buyer)	10,936	13,837	- 257	- 233	213	185
Credit derivatives	24,048	31,127	- 178	262	218	419
Risks - overall	1,066,838	1,190,968	15,959	22,616	11,463	20,229

1) Including interest deferral (dirty price).

2) The market value of transactions concluded on the basis of framework agreements that provide for a daily exchange of the margin collateral will be presented in net terms in 2014. The net presentation includes the fair value of the derivatives and the margin collateral. In 2013, this only affected transactions that were concluded with central counterparties.

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

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

EUR million	Nominal values		Positive fair value ^{1) 3)}		Negative fair value ^{1) 3)}	
	31 Dec. 2014	31 Dec. 2013	31 Dec. 2014	31 Dec. 2013	31 Dec. 2014	31 Dec. 2013
Interest rate swaps	57,314	62,471	3,136	2,988	4,229	3,268
Interest rate options	2,171	2,933	103	111	1	1
Purchases	2,073	2,427	103	111	0	3
Sales	98	506	0	0	1	-2
Other interest rate contracts	157	1,745	1	2	9	0
Exchange-traded interest rate products	2,000	1,920	0	0	0	0
Caps, floors, collars	0	0	0	0	0	0
Interest rate risks – overall	61,642	69,069	3,240	3,101	4,239	3,269
Currency forwards	0	0	0	0	0	0
Cross-currency interest rate swaps	9,296	11,052	222	182	-5	39
Currency risks - total	9,296	11,052	222	182	-5	39
Stock options	228	380	0	0	0	2
Purchases	113	190	0	0	0	0
Sales	115	190	0	0	0	2
Other equity derivatives	115	0	14	0	7	0
Equity and other price risks - overall	343	380	14	0	7	2
Credit derivatives (protection seller)	347	4,652	-58	-41	-17	64
Credit derivatives (protection buyer)	3,484	6,418	247	233	206	135
Credit derivatives	3,831	11,070	189	192	189	199
Risks – overall	75,112	91,571	3,665	3,475	4,430	3,509

1) Including interest deferral (dirty price).

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

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

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

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

Protection seller transactions in credit derivatives in the non-trading portfolio are included below the line in Contingent liabilities, sub-item b) Liabilities from guarantees and warranties and amount to nominal EUR 514 million (2013: EUR 4,608 million).

Derivative transactions – maturity structure (by remaining maturity).

EUR million	Nominal values					Total
	Up to 3 months	More than 3 months to 1 year	More than 1 year to 5 years	More than 5 years		
Interest rate risks						
31 Dec. 2014	132,529	153,089	318,934	310,114	914,666	
31 Dec. 2013	146,416	207,249	397,399	341,218	1,092,282	
Currency risk						
31 Dec. 2014	90,372	49,306	32,951	10,418	183,048	
31 Dec. 2013	54,658	31,901	33,769	9,504	129,832	
Equity and other price risks						
31 Dec. 2014	1,926	7,589	5,439	1,403	16,356	
31 Dec. 2013	2,789	6,879	6,914	1,646	18,228	
Credit derivatives						
31 Dec. 2014	2,383	5,791	17,150	2,555	27,879	
31 Dec. 2013	3,719	7,458	29,210	1,811	42,197	
Risks – overall						
31 Dec. 2014	227,210	215,776	374,473	324,490	1,141,949	
31 Dec. 2013	207,581	253,488	467,292	354,178	1,282,539	

Derivative transactions – by counterparty.

EUR million	Nominal values		Positive fair value ¹⁾		Negative fair value ¹⁾	
	31 Dec. 2014	31 Dec. 2013	31 Dec. 2014	31 Dec. 2013	31 Dec. 2014	31 Dec. 2013
Banks in the OECD	559,085	551,684	11,426	19,225	12,272	19,083
Banks outside the OECD	6,840	4,172	26	63	440	141
Public sector agencies in OECD countries	43,419	46,794	4,367	2,927	823	1,053
Other counterparties	532,605	679,888	3,805	3,875	2,359	3,459
Counterparties – total	1,141,949	1,282,539	19,624	26,090	15,893	23,737

1) Including interest deferral (dirty price).

4. Trading portfolio.

The trading portfolio is composed as follows:

EUR million	Trading assets		Trading liabilities	
	31 Dec. 2014	31 Dec. 2013	31 Dec. 2014	31 Dec. 2013
Derivative financial instruments	15,959	22,616	11,463	20,229
Receivables/liabilities	18,953	25,325	35,255	30,159
Debentures and other fixed-income securities	22,561	22,608	-	-
Equities and other non-fixed-income securities	809	683	-	-
Other assets	33	23	-	-
	58,314	71,254	46,718	50,388

The net presentation of bilaterally-concluded OTC derivatives for the first time resulted in a EUR 19,551 million reduction in total assets.

5. Valuation units.

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

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

The following table illustrates the amount by which assets and liabilities are incorporated to hedge which risks in valuation units as at 31 December 2014.

EUR million	Carrying amount _{UT}	Micro hedge					
		Negative change in value			Positive change in value		
		Change in value _{UT}	Change in value _{HT}	Loss peak	Change in value _{UT}	Change in value _{HT}	Profit peak
Assets							
General interest rate risk	11,016	805	- 806	- 1	859	- 858	1
Structured interest rate risk and other market price risk	550	172	- 172	0	0	0	0
Liabilities							
General interest rate risk	- 13,981	- 278	272	- 6	- 649	650	1
Structured interest rate risk and other market price risk	- 3,932	- 1,090	1,090	0	0	0	0
Contracts in progress							
Structured interest rate risk and other market price risk	- 25	- 117	117	0	0	0	0
Total				- 7			2
				Provisions loss peak			Profit peak

UT = underlying transaction; HT = hedging transaction

This results in a EUR 1 million reduction in the profit peak compared with 31 December 2013. The loss peak has increased by EUR 1 million year on year.

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

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

Methods of measuring effectiveness.

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

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

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

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

For recognition of market price risks, refer to the chapter on market price risks in the combined management report (risk and opportunity report) for the 2014 annual financial statements.

6. Currency translation.

Foreign currency assets worth EUR 35.4 billion (2013: EUR 35.0 billion) and foreign currency liabilities worth EUR 32.8 billion (2013: EUR 27.6 billion), as well as income and expenses included in the financial statements were translated in compliance with section 256a and section 340h HGB and statement IDW RS BFA 4 from the Institute of Public Auditors in Germany (IDW). Assets and liabilities do not include any assets or liabilities from pending transactions. They are included in the derivatives tables in chapter 3. The risk of exchange rate movements associated with balance sheet items denominated in foreign currencies, including precious metals, is primarily covered by off-balance-sheet hedging transactions.

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

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

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

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

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

EUR million	31 Dec. 2014	31 Dec. 2013
Loans and advances to banks	38,948	48,412
of which to affiliates	56	142
of which to companies in which equity interests are held	1,707	1,715
of which to affiliated savings banks (Sparkassen)	19,837	21,469
Loans and advances to customers	111,673	109,049
of which to affiliates	4,335	5,475
of which to companies in which equity interests are held	139	296
Debentures and other fixed-income securities	31,891	44,163
of which from affiliates	0	18
of which from companies in which equity interests are held	3	4
Deposits from banks	53,043	59,089
of which to affiliates	38	16
of which to companies in which equity interests are held	466	472
of which to affiliated savings banks (Sparkassen)	7,593	9,076
Deposits from customers	74,549	86,613
of which to affiliates	2,159	2,326
of which to companies in which equity interests are held	410	223
Securitized liabilities	49,559	60,444
of which to affiliates	0	0
of which to companies in which equity interests are held	0	0
Subordinated liabilities	4,766	4,360
of which to affiliates	50	100
of which to companies in which equity interests are held	0	0

8. Maturity structure of the balance sheet items.

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

EUR million	31 Dec. 2014	31 Dec. 2013
Loans and advances to banks	38,948	48,412
up to 3 months	8,860	12,089
more than 3 months to 1 year	9,242	8,957
more than 1 year to 5 years	12,338	18,534
more than 5 years	8,507	8,832
Loans and advances to customers	111,673	109,049
up to 3 months	18,784	17,448
more than 3 months to 1 year	15,522	14,630
more than 1 year to 5 years	34,794	33,617
more than 5 years	42,573	43,355
Debentures and other fixed-income securities	31,891	44,163
of which due in the following year	16,095	16,402
Deposits from banks with agreed duration or withdrawal notice	49,711	54,717
up to 3 months	10,485	12,243
more than 3 months to 1 year	9,369	8,300
more than 1 year to 5 years	17,501	21,781
more than 5 years	12,356	12,394
Savings deposits to customers with an agreed notice period of more than three months	448	589
more than 3 months to 1 year	248	141
more than 1 year to 5 years	200	448
more than 5 years	0	0
Other deposits from customers with an agreed duration or notice period, including mortgage-backed registered covered bonds issued and public-sector registered covered bonds issued	34,260	47,830
up to 3 months	11,251	14,219
more than 3 months to 1 year	7,379	16,925
more than 1 year to 5 years	4,696	9,859
more than 5 years	10,934	6,828
Securitized liabilities	49,559	60,444
a) Issued debentures	49,329	60,257
of which due in the following year	28,572	11,319
b) Other securitized liabilities	230	188
up to 3 months	136	179
more than 3 months to 1 year	94	8
more than 1 year to 5 years	0	0
more than 5 years	0	0

9. Securities and equity investments.

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

EUR million	31 Dec. 2014	31 Dec. 2013
Debentures and other fixed-income securities		
marketable	31,891	44,163
of which listed	23,677	41,746
No write-down due to temporary impairment		
Carrying amount	3,709	6,839
Fair value	4,315	6,894
Equities and other non-fixed-income securities		
marketable	250	326
of which listed	9	105
No write-down due to temporary impairment		
Carrying amount	0	0
Fair value	0	0
Equity investments		
marketable	432	370
of which listed	423	361
No write-down due to temporary impairment		
Carrying amount	0	0
Fair value	0	0
Shares in affiliates		
marketable	42	481
of which listed	0	0
No write-down due to temporary impairment		
Carrying amount	0	0
Fair value	0	0

With micro-hedged transactions, as a result of the net hedge presentation method, the carrying amounts shown above do not include any corresponding adjustments to the book values for hedged risks (see chapter 5 Valuation units). If the carrying amount had been adjusted, the write-downs not carried out on the bonds and other fixed-income securities would increase by EUR 1,005 million (2013: 710 million).

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

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

The assessment of the impairment which is expected not to be permanent is carried out on the basis of LBBW's rating classification. A distinction is drawn between equity instruments, ABS securitizations and other securities. The primary reason for a permanent impairment is the occurrence of a trigger event, such as interest loss or redemption default.

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

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

10. Shares in investment fund assets.

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

EUR million						
Investment objective	Name	Fair value	Difference to carrying amount	Distribution for the financial year	Daily return possible	Unscheduled write-downs omitted
Mixed funds; all foreign/German with up to 70% equity share	Humboldt Mul.Inv.B-S.Lbk Dep.A	6	0	0	yes	no
Open-end investment fund ABS fund	Panacea Tr.-Lev.Accr.A.Mgmt	27	0	0	yes	no
Open-end investment fund ABS fund	Panacea Tr.-Lev.Accr.A.Mgmt II	52	0	0	yes	no
Bond fund ABS fund	Pivot Master Tr.-LAAM XI	35	0	0	yes	no
Bond fund	Synapse High Grade ABS Fd No.1	0	0	0	yes	no
Bond fund	OP-Fonds SKP ¹⁾	155	78	25	yes	no
Investment funds - closed-end fund investments	F&C European Cap.Partn.B Ltd. ¹⁾	24	- 5	0	no	no
Equity fund	LBBW Dividenden Strat.Euroland	115	0	3	yes	no
Bond fund	LBBW Covered Bond.Euro Offens.	9	0	0	yes	no
Bond fund	LBBW Covered Bonds Euro Select	3	0	0	yes	no
Index fund	Source CSOP M.-FTSE Ch.A50 UC.	175	0	0	yes	no
Bond fund	FP Shenkman-High Yld Eur.Plus	66	0	4	yes	no
Equity fund	Source Mkts-S.FTSE 100 U.ETF	35	0	0	yes	no
Equity fund	FP Shenkman-Hansa Hgh Yld Fd	28	0	2	yes	no
Index fund	Source-S.MS Europe MEMO PlusBear. Sh. A	26	0	0	yes	no
Other securities funds - alternative currencies	LBBW Devisen 1	26	0	0	yes	no
Bond fund	LBBW RentaMax I	16	0	0	yes	no
Bond fund	GLG Inv.-Glb.Convertible UCITS	10	0	0	yes	no
Index fund	Source-S.MAN GLG Asia Plus	9	0	0	yes	no
Equity fund	BL - Equities Dividend I	8	0	0	yes	no
Equity fund	Source-Russell Eur.SMID UC.ETF	5	0	0	yes	no
Bond fund	inprimo RentenWachstum AMI	4	0	0	yes	no
		834	73	34		

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

11. Subordinated assets.

Subordinated assets are included in the following asset items:

EUR million	31 Dec. 2014	31 Dec. 2013
Loans and advances to banks	320	353
Loans and advances to customers	458	620
Debentures and other fixed-income securities	137	431
Equities and other non-fixed-income securities	15	36
Trading assets	85	50

12. Transactions with firm repurchase agreements.

The carrying amount of securities sold to other banks and non-banks under repurchase agreements as at the balance sheet date was EUR 22,589 million (2013: EUR 23,695 million).

13. Fiduciary transactions.

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

EUR million	31 Dec. 2014	31 Dec. 2013
Trust assets	818	886
Loans and advances to banks	468	509
Loans and advances to customers	216	243
Debentures and other fixed-income securities	1	2
Equities and other non-fixed-income securities	3	1
Equity investments	127	126
Property and equipment	3	5
Trust liabilities	818	886
Deposits from banks	685	751
Deposits from customers	133	135

14. Fixed assets.

The following table shows the changes in fixed assets:

EUR million	Cost of acquisition	Additions	Disposals	Reclassifications	Reversals of impairment losses	Cumulative write-downs and depreciations	Write-downs and depreciations during the financial year	Accrued interest	Carrying amount 31 Dec.2014	Carrying amount 31 Dec.2013
Equity investments	836	72	- 23	0	1	- 236	- 1	0	649	598
Shares in affiliates	3,321	9	- 809	0	30	- 190	- 14	0	2,332	2,761
Securities allocated to fixed assets	37,356	7,309	- 20,234	0	5	- 148	- 20	107	24,390	37,147
Intangible assets	523	48	- 21	0	0	- 453	- 36	0	98	85
Land and buildings	555	13	- 7	0	0	- 294	- 17	0	268	276
of which: land and buildings used commercially	316	13	- 1	0	0	- 192	- 10	0	135	135
Other facilities, operating and office equipment	363	12	- 22	0	0	- 243	- 17	0	111	122
Total assets	42,954	7,463	- 21,116	0	36	- 1,564	- 105	107	27,848	40,989

The option described in section 248 (2) HGB is being exercised. Development costs in the 2014 financial year were accounted for fully by the internally-generated intangible assets- The internally-generated intangible assets amounted to EUR 2 million (2013: EUR 1 million).

15. Other assets.

Items of particular significance included in the other assets of LBBW (Bank) are margins and option premiums of EUR 1,172 million (2013: EUR 202 million), tax refund claims of EUR 228 million (2013: EUR 213 million), other assets in affiliates and companies in which an equity investment is held totaling EUR 145 million (2013: EUR 128 million) and securities due in the amount of EUR 11 million (2013: EUR 1.1 billion),

The tax refund claims primarily include income tax assets from past financial years amounting to EUR 148 million (2013: EUR 88 million), tax assets from the current financial year in the amount of EUR 40 million (2013: EUR 78 million) as well as other tax receivables of EUR 39 million, comprising mainly interest receivables from the tax office and VAT receivables. The refund claims stand in contrast to the LBBW (Bank) tax provisions amounting to EUR 60 million (2013: EUR 38 million).

16. Deferred items.

Deferred items include the following amounts:

EUR million	31 Dec. 2014	31 Dec. 2013
Prepaid expenses	1,368	1,481
Discount from liabilities in line with section 250 (3) HGB	201	260
Premium from receivables in line with section 340e (2) sentence 3 HGB	88	60
Deferred income	1,449	1,531
Discount from receivables in line with section 340e (2) sentence 2 HGB	120	132

Deferred items also include one-off payments from interest rate and cross-currency interest rate swaps of EUR 25 million (2013: EUR 29 million) on the assets side and EUR 72 million (2013: EUR 85 million) on the liabilities side.

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

The liabilities below are covered as follows:

EUR million	31 Dec. 2014	31 Dec. 2013
Public covered bonds issued pursuant to PfandBG	15,229	20,377
To cover certain assets	24,905	33,781
Loans and advances to banks	7,467	12,364
Loans and advances to customers	13,758	16,483
Debentures and other fixed-income securities	3,669	4,917
Trust assets	10	17
Depth of coverage	9,676	13,404
Mortgage-backed covered bonds issued pursuant to ÖPG and PfandBG	6,820	6,974
To cover certain assets	14,289	13,975
Loans and advances to banks	34	43
Loans and advances to customers	13,805	13,505
Debentures and other fixed-income securities	450	418
Trading assets	0	8
Depth of coverage	7,469	7,001

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

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

EUR million	31 Dec. 2014	31 Dec. 2013
a) Cover fund for public covered bonds		
Nominal value	24,905	33,781
Proportion of fixed-income cover funds in %	62	66
Present value	28,133	36,319
Present value of risk ¹⁾	25,655	33,779
Circulation of public covered bonds		
Nominal value	15,229	20,377
Proportion of fixed income covered bonds in %	87	88
Present value	17,108	22,186
Present value of risk ¹⁾	15,810	20,723
Depth of coverage		
Nominal value	9,676	13,404
Present value	11,025	14,133
Net present value in CHF	106	152
Net present value in GBP	24	24
Net present value in JPY	- 18	- 46
Net present value in USD	448	450
Present value of risk ¹⁾	9,845	13,056
Depth of coverage/proportion of circulation - nominal value ²⁾	9,673	13,402
as a % of circulating volume of public covered bonds	64	66
Depth of coverage/proportion of circulation - present value ²⁾	11,022	14,130
as a % of circulating volume of public covered bonds	64	64
Additional cover assets		
Receivables in accordance with section 20 (2) no. 2 PfandBG	0	45
Germany	0	45
b) Proportion of derivatives in cover asset pool		
	0	0

1) Calculated using the static approach in accordance with section 5 (1) no. 1 and section 6 (2) PfandBarwertV.
2) Use of vdp credit quality differentiation model for EU and EEA countries.

c) Structure of outstanding public covered bonds and the cover funds.

EUR million	Up to 0.5 years	More than 0.5 year to 1 year	More than 1 year to 1.5 years	More than 1.5 years to 2 years	More than 2 years to 3 years	More than 3 years to 4 years	More than 4 years to 5 years	More than 5 years to 10 years	More than 10 years	Total
Cover fund ¹⁾										
31 Dec. 2014	5,421	5,596	1,168	947	1,245	1,567	1,144	3,317	4,500	24,905
31 Dec. 2013	6,296	3,226	5,137	5,716	2,001	1,229	1,606	3,704	4,866	33,781
Circulation of public covered bonds ²⁾										
31 Dec. 2014	3,908	2,367	2,114	365	927	1,203	1,009	1,447	1,889	15,229
31 Dec. 2013	4,253	1,686	3,406	2,356	2,347	927	1,190	2,227	1,985	20,377
Depth of coverage										
31 Dec. 2014	1,513	3,229	- 946	582	318	364	135	1,870	2,611	9,676
31 Dec. 2013	2,043	1,540	1,731	3,360	- 346	302	416	1,477	2,881	13,404

1) The fixed-interest periods are specified for fixed rate loans and the margin commitment period for variable rate loans.
2) The terms of the covered bonds are specified.

d) Total nominal value of the ordinary cover for public covered bonds by amount.

EUR	31 Dec. 2014	31 Dec. 2013
Up to EUR 10 million	3,995	4,221
Between EUR 10 million and EUR 100 million	5,331	6,111
More than EUR 100 million	15,579	23,449
Total	24,905	33,781

e) Total nominal value of the ordinary cover of public covered bonds according to country/type.

31 Dec. 2014						
EUR million	State	Regional government	Local government	Other debtors ¹⁾	Total	of which export credit receivables
Belgium	0	0	0	15	15	0
Federal Republic of Germany	1,820	3,627	4,600	13,900	23,947	1,481
Denmark	41	0	0	0	41	41
Great Britain	135	0	0	0	135	135
Italy	17	33	22	0	72	0
Latvia	0	0	60	0	60	0
Luxembourg	17	0	0	9	26	10
Austria	67	5	2	0	74	54
Poland	17	0	0	0	17	0
Sweden	1	0	0	0	1	1
Switzerland	0	102	0	0	102	0
Spain	0	136	0	0	136	0
Czech Republic	15	0	0	0	15	0
Hungary	25	0	0	0	25	0
United States of America (incl. Puerto Rico)	113	107	0	19	239	113
Total	2,268	4,010	4,684	13,943	24,905	1,835

1) This item includes savings banks and Landesbanken with guarantor's liability in the amount of EUR 8,797 million and the development banks in the amount of EUR 1,518 million.

31 Dec. 2013						
EUR million	State	Regional government	Local government	Other debtors ¹⁾	Total	of which export credit receivables
Belgium	0	0	0	15	15	0
Federal Republic of Germany	1,853	5,676	5,031	20,004	32,564	1,352
Denmark	21	0	0	0	21	20
Great Britain	142	0	0	0	142	142
Italy	17	32	22	0	71	0
Japan	250	0	0	0	250	0
Latvia	30	0	64	0	94	0
Luxembourg	19	0	0	9	28	12
Austria	64	0	2	0	66	51
Poland	17	0	0	0	17	0
Sweden	1	0	0	0	1	1
Switzerland	0	100	0	0	100	0
Spain	0	132	0	0	132	0
Czech Republic	15	0	0	0	15	0
Hungary	24	0	0	0	24	0
United States of America (incl. Puerto Rico)	129	94	0	18	241	129
Total	2,582	6,034	5,119	20,046	33,781	1,707

1) This item includes savings banks and Landesbanken with guarantor's liability in the amount of EUR 14,136 million and the development banks in the amount of EUR 2,005 million.

f) Further information.

There were no payments outstanding by at least 90 days as at either 31 December 2014 or 31 December 2013.

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

EUR million	31 Dec. 2014	31 Dec. 2013
a) Cover fund for mortgage-backed covered bonds		
Nominal value	13,334	12,553
Proportion of fixed-income cover funds in %	74	78
Present value	14,785	13,658
Present value of risk ¹⁾	13,558	12,553
Circulation of mortgage-backed covered bonds		
Nominal value	6,779	6,686
Proportion of fixed income covered bonds in %	77	72
Present value	7,243	7,051
Present value of risk ¹⁾	6,744	6,572
Depth of coverage		
Nominal value	6,555	5,867
Present value	7,542	6,607
Net present value in CHF	28	60
Net present value in GBP	177	102
Net present value in USD	701	288
Present value of risk ¹⁾	6,814	5,981
Depth of coverage/proportion of circulation - nominal value ²⁾	6,555	5,867
as a % of circulating volume of mortgage-backed covered bonds	97	88
Depth of coverage/proportion of circulation - present value ²⁾	7,542	6,607
as a % of circulating volume of mortgage-backed covered bonds	104	94
Additional cover assets		
Public sector bonds according to section 20 (2) no. 2 PfandBG	450	418
Germany	450	418
b) Proportion of derivatives in cover asset pool		
	0	0

1) Calculated using the static approach in accordance with section 5 (1) no. 1 and section 6 (2) PfandBarwertV.
2) Use of vdp credit quality differentiation model for EU and EEA countries.

c) Structure of outstanding mortgage-backed covered bonds and cover funds.

EUR million	Up to 0.5 years	More than 0.5 year to 1 year	More than 1 year to 1.5 years	More than 1.5 year to 2 years	More than 2 years to 3 years	More than 3 years to 4 years	More than 4 years to 5 years	More than 5 years to 10 years	More than 10 years	Total
Cover fund ¹⁾										
31 Dec. 2014	1,583	1,567	727	589	1,503	1,907	1,167	3,660	631	13,334
31 Dec. 2013	923	1,020	1,000	1,296	1,196	1,424	1,565	3,431	698	12,553
Mortgage-backed covered bonds outstanding ²⁾										
31 Dec. 2014	951	341	321	558	1,099	1,631	576	1,137	165	6,779
31 Dec. 2013	520	487	951	341	878	1,094	1,251	999	165	6,686
Depth of coverage										
31 Dec. 2014	632	1,226	406	31	404	276	591	2,523	466	6,555
31 Dec. 2013	403	533	49	955	318	330	314	2,432	533	5,867

1) The fixed-interest periods are specified for fixed rate loans and the margin commitment period for variable rate loans.
2) The terms of the covered bonds are specified.

d) Total nominal value of the ordinary cover of mortgage-backed covered bonds by amount.

EUR million	31 Dec. 2014	31 Dec. 2013
Up to EUR 300,000	4,812	4,878
Between EUR 300,000 and EUR 1 million	931	963
Between EUR 1 million and EUR 10 million	2,879	2,896
More than EUR 10 million	4,262	3,398
Total	12,884	12,135

e) Total nominal value of the ordinary cover of mortgage-backed covered bonds by type/country

31 Dec. 2014							
EUR million	Federal Republic of Germany	Netherlands	France	Belgium	USA	Great Britain/ Northern Ireland/ Channel Islands	Total
Apartments	1,606	0	0	0	0	0	1,606
Single and two-family houses	2,554	0	0	0	0	0	2,554
Apartment blocks	2,643	0	0	0	0	0	2,643
Office buildings	1,546	53	130	54	443	140	2,366
Trade buildings	1,134	0	0	0	48	0	1,182
Industrial buildings	81	0	0	0	0	0	81
Other commercially used buildings	2,164	0	0	0	209	20	2,393
Incomplete and not profitable new buildings	38	0	0	0	0	0	38
Building plots	21	0	0	0	0	0	21
Total	11,787	53	130	54	700	160	12,884

31 Dec. 2013							
EUR million	Federal Republic of Germany	Netherlands	France	Belgium	USA	Great Britain/ Northern Ireland/ Channel Islands	Total
Apartments	1,619	0	0	0	0	0	1,619
Single-family houses	2,314	0	0	0	0	0	2,314
Apartment blocks (including two-family houses)	2,871	0	0	0	0	0	2,871
Office buildings	1,422	76	133	54	238	41	1,964
Trade buildings	943	0	14	0	0	0	957
Industrial buildings	78	0	0	0	0	0	78
Other commercially used buildings	1,969	0	0	0	122	18	2,109
Incomplete and not profitable new buildings	204	0	0	0	0	0	204
Building plots	19	0	0	0	0	0	19
Total	11,439	76	147	54	360	59	12,135

f) Further information

The average weighted term of the ordinary cover was 85 months (2013: 86 months), while the weighted loan-to-value ratio was 57% (2013: 57%).

There were no payments outstanding by at least 90 days as at either 31 December 2014 or 31 December 2013.

There were no foreclosures or compulsory administration procedures pending as at either 31 December 2014 or 31 December 2013. No foreclosures were carried out in 2014 and 2013, nor was any land acquired to prevent losses.

There was no outstanding interest in either the 2014 or 2013 financial year.

19. Other liabilities.

The most important individual components of the other liabilities item include margins and option premiums totaling EUR 1,126 million (2013: EUR 328 million), taxes to be transferred in the amount of EUR 172 million (2013: EUR 161 million) - most of these are liabilities from capital gains tax and sales tax self-assessment returns - and distributions from silent partnerships amounting to EUR 66 million (2013: EUR 292 million).

20. Assets assigned as collateral for own liabilities.

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

EUR million	31 Dec. 2014	31 Dec. 2013
Deposits from banks	35,802	37,588
Deposits from customers	7,337	8,382
Securitized liabilities	101	101
Trading liabilities	8,580	4,235
Contingent liabilities	32	84
Total amount of collateral transferred	51,852	50,389

21. Subordinated liabilities.

The subordinated liabilities were raised in the form of borrower's note loans and issues denominated in EUR, CHF, JPY and USD. EUR 500 million was issued in the current year.

One subordinated liability exceeds 10% of the total item. This EUR 500 million issue bears a coupon of 2.875% and matures in 2026. There is no early repayment obligation unless LBBW (Bank) terminates the liability. The conditions of the subordination are in line with the requirements of the CRR. A conversion into capital or any other form of debt has not been agreed or planned.

EUR 1,606 million (2013: EUR 1,573 million) will mature within the next two years. The last subordinated liabilities will be repaid in 2041. The rate of interest ranges between 0.28% and 9.54%.

With the exception of issues with a nominal volume of EUR 0.118 million, the subordinated liabilities complied with the requirements of Article 63 of CRR.

In the year under review, interest expense of EUR 190 million (2013: EUR 188 million) was incurred for subordinated liabilities.

22. Equity.

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

EUR million	
Equity as at 31 December 2013	15,606
- repayment of silent partners' contributions	- 1,016
- distribution to shareholders	- 72
+ unappropriated profit 2014	313
Equity as at 31 December 2014	14,830

23. Items below the line.

EUR million	31 Dec. 2014	31 Dec. 2013
Contingent liabilities - liabilities from guarantees and warranties ¹⁾	8,284	13,747
of which credit default swaps	514	4,608
Number of individual transactions	23	107
of which from affiliates	82	1,169
Other commitments - irrevocable loan commitments	24,365	22,422
of which external loan commitments	24,365	22,422
of which delivery commitments arising from forward transactions	215	1,223
Borrower's note loans	73	40
Term money	32	4
Securities repurchase transactions	110	1,179
of which from affiliates	37	1,066

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

Two individual transactions within contingent liabilities are of material importance: LBBW (Bank) provides a guarantee of EUR 726 million for two domestic companies. The ten largest contingent liabilities total EUR 1,658 million.

The following contract exists in addition to the contingent liabilities shown in the table above: Within the scope of necessary debt restructuring, a special-purpose vehicle - ICON Brickell LLC (ICON) - was established in the syndicate. LBBW is an indirect participant in ICON via Yankee Properties LLC (Yankee). ICON's business purpose of selling the financed apartments has meanwhile been fulfilled. LBBW and the other ICON partners have extended a guarantee (law of the federal state of Florida) for the obligations of ICON. This is based

on payment obligations and on all other covenants and undertakings of Yankee towards ICON. As a result, unlimited claims could still (i.e. until the guarantee is surrendered) be referred to LBBW.

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

The material irrevocable loan commitments are two individual amounts towards a foreign affiliate totaling EUR 1,149 million and against a domestic company totaling EUR 600 million.

Risk assessment.

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

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

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

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

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

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

EUR million	31 Dec. 2014	31 Dec. 2013
Contingent liabilities	8,284	13,747
From guarantees and warranties	8,284	13,747
Other guarantees, warranties and indemnities	6,514	6,777
Credit default swaps	514	4,608
Credit guarantees	790	1,876
Letters of credit	467	486
Other obligations	24,365	22,422
Irrevocable loan commitments	24,365	22,422

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

In the case of credit default swaps for which LBBW (Bank) is the protection seller, the LBBW (Bank) takes on the risk of a loan default of one or more assets by the protection buyer. LBBW (Bank) recognizes credit default swaps that are not part of the trading portfolio in the contingent liabilities item. The credit default swaps are recognized at the nominal amount less the provisions formed.

The decline in the contingent liabilities is based primarily on the reduction of the portfolio of credit default swaps (EUR - 4,094 million) and the return of guarantee documents in conjunction with the EUR - 1,074 million merger of LBBW Luxembourg S.A. with LBBW (Bank).

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

24. Letter of comfort.

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

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

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

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

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

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

25. Guarantor's liability.

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

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

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

26. Other financial obligations.

Other financial liabilities that neither appear on the balance sheet nor below the line amounted to EUR 645 million (2013: 607 million) for LBBW (Bank); EUR 285 million per year thereof is accounted for by long-term rental, leasing and IT service contracts, while EUR 65 million is attributable to repayment/payment obligations to partnership and incorporated company shares. There is obligation to make further contributions of EUR 185 million to central counterparties. There are also obligations to make further contributions of EUR 109 million to the reserve fund of the Landesbanken and the Girozentralen (central savings banks). These subsequent payments can be collected in the event of a need for support.

EUR 47 million (2013: EUR 41 million) of the other financial obligations relate to affiliates.

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

Notes on the income statement.

27. Net interest income.

Net interest income includes compounding/discounting effects for other provisions with a term of more than 12 months amounting to EUR 2 million.

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

28. Other operating income and expenses.

EUR 42 million (2013: EUR 51 million) of other operating income is accounted for by capital gains on the sale of equity investments and shares in affiliates, as well as income from renting and leasing land and buildings. Income from refunds of expenses from third parties amounted to EUR 54 million (2013: EUR 56 million) and reversals of provisions came to EUR 125 million (2013: EUR 213 million).

Other operating expenses essentially comprised allocations to provisions of EUR - 102 million (2013: EUR - 200 million). Expenses for non-banking business consist of operating expenses amounting to EUR - 27 million (2013: - 33 million), expenses for land and buildings of EUR - 26 million (2013: EUR - 25 million) and of staff costs for employees seconded to third parties totaling EUR - 19 million (2013: EUR - 20 million). Cafeteria expenses amount to EUR - 9 million (2013: EUR - 9 million).

29. Auditors' fee.

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

30. Extraordinary result.

The negative extraordinary result of EUR - 25 million (2013: EUR 23 million) comprises extraordinary income in the amount of EUR 2 million and extraordinary expenditure of EUR - 27 million.

Extraordinary income represents mainly reversals of provisions for restructuring expenses amounting to EUR 3 million. Extraordinary expenditure mainly includes appropriations to provisions for pensions arising from the BilMoG conversion in the amount of EUR - 26 million.

31. Taxes on income.

Periodic tax expense of EUR - 48 million (2013: EUR - 18 million income expense) is mainly attributable to expenses from corporation tax and trade tax. Non-periodic tax income of EUR 27 million (2013: EUR - 59 million) was reported in the 2014 financial year; this was essentially due to changes to the tax declaration following the audit, to the 2013 tax declaration and to tax rebates expected from affiliates. This is offset, in particular, by tax expenses arising from the creation of provisions for the audit.

Hence, tax expense totaling EUR - 20 million (2013: EUR - 77 million income) was reported.

32. Breakdown of income according to geographic markets.

The total amount from the income statement items

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

is distributed across the geographical markets below as follows:

EUR million	31 Dec. 2014	31 Dec. 2013
Federal Republic of Germany	15,856	20,252
Europe (EU states excluding Germany)	408	500
Asia	53	53
America	153	167
Total	16,470	20,971

33. Administrative and intermediary services.

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

Other information.

34. Off-balance-sheet transactions.

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

Revocable loan commitments.

The granting of overdraft facilities that can be terminated by the LBBW (Bank) at any time allows customers to overdraw their checking accounts within the scope of the loan commitment, without generally having to provide collateral. The LBBW (Bank) itself benefits from this product, which is standardized and customary for the market, through higher interest income if the commitment is utilized or exceeded by the customer. At the same time, however, there are risks arising from a deterioration in the financial situation of the borrower. At the end of the year, there were revocable loan commitments amounting to EUR 21 billion (2013: EUR 21 billion), which do not have to be reported either on the balance sheet or below the line.

Special-purpose entities/securitizations.

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

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

Other special-purpose entities invest in (securitized) securities. LBBW (Bank) assumes risks largely by funding the companies through loans and by providing liquidity lines.

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

35. Distribution block.

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

Landesbank Baden-Württemberg reported distribution-blocked amounts totaling EUR 2 million on the balance sheet in the 2014 financial year (2013: EUR 1 million).

36. Appropriated funds.

Deposits from banks include appropriated funds of EUR 23,079 million (2013: EUR 22,087 million) from the development loan business (transmitted loans).

37. List of shareholdings.

In the annual financial statements as at 31 December 2014, and pursuant to section 285 no. 11 HGB, Landesbank Baden- Württemberg lists the shareholdings with details pursuant to section 285 no. 11a HGB in the Notes.

Name	Place of business	Share of capital in %	Non-prop. voting rights in %	Currency	Equity EUR th.	Result EUR th.
I. Companies included in the consolidated financial statements						
1. Subsidiaries						
a. Fully consolidated subsidiaries (authority over the voting rights)						
Alpha Real Estate (Luxembourg) S.à.r.l. ^{1) 11)}	Luxembourg, Luxembourg	100.00		EUR	- 27.78	- 9.25
ALVG Anlagenvermietung GmbH ^{1) 4a) 11)}	Stuttgart	100.00		EUR	19,000.00	0.00
Austria Beteiligungsgesellschaft mbH ¹¹⁾	Stuttgart	66.67		EUR	35,566.20	107.55
Bahnhofplatz Objekt-GmbH & Co. KG ¹⁾	Stuttgart	100.00		EUR	13,441.51	3,654.36
Bahnhofplatz Objektverwaltungs-GmbH ^{1) 11)}	Stuttgart	100.00		EUR	13.87	0.09
Bahnhofplatz-Gesellschaft Stuttgart AG ^{1) 4a) 11)}	Stuttgart	93.22		EUR	4,452.44	0.00
Bauwerk-Stuttgart GmbH ^{1) 11)}	Stuttgart	75.00		EUR	- 562.05	361.69
BETA REAL ESTATE (Luxembourg) S.à.r.l. ^{1) 11)}	Luxembourg, Luxembourg	100.00		EUR	- 0.24	- 2.42
BW Capital Markets Inc. ^{3) 11)}	Wilmington, New Castle County, USA	100.00		USD	3,144.34	2,656.28
BW-Immobilien GmbH ^{1) 4a) 11)}	Stuttgart	100.00		EUR	3,200.07	0.00
Centro Alemán de Industria y Comercio de México S.de R.L.de C.V. ^{2) 11)}	México, D. F., Mexico	100.00		MXN	- 9,969.14	1,070.57
CFH Beteiligungsgesellschaft mbH ^{1) 11)}	Leipzig	100.00		EUR	69,860.97	7,674.93
Château de Beggen Participations S.A. ^{1) 11)}	Luxembourg, Luxembourg	100.00		EUR	- 29.98	- 3.97
Dritte Industriefabrik Objekt-GmbH & Co. KG ¹⁾	Stuttgart	100.00		EUR	701.91	1,507.84
Dritte LBBW US Real Estate GmbH ¹¹⁾	Leipzig	100.00		EUR	6,290.39	4,092.02
EAST Portfolio s.r.o. ^{3a) 11)}	Prague 1, Czech Republic	100.00			n.a.	n.a.
Employrion Komplementär GmbH ^{1) 11)}	Weil	100.00		EUR	28.19	1.04
Entwicklungsgesellschaft Grunewaldstraße 61-62 mbH & Co. KG ^{1) 11)}	Stuttgart	94.84	94.90	EUR	- 3,528.95	62.75
Entwicklungsgesellschaft Umlandstraße 187 GmbH & Co. KG ^{1) 11)}	Stuttgart	94.90		EUR	- 2,856.87	- 14.04
Erste IMBW Capital & Consulting Komplementär GmbH ^{1) 11)}	Weil	100.00		EUR	27.16	1.12
Erste Industriefabrik Objekt-GmbH & Co. KG ¹⁾	Stuttgart	100.00		EUR	450.16	100.13
EuroCityCenterWest GmbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	- 19,863.60	- 4,647.13
EuroCityCenterWest Verwaltungs-GmbH ^{1) 11)}	Stuttgart	94.80		EUR	35.53	0.72
FLANTIR PROPERTIES LIMITED ^{1) 11)}	Nicosia, Cyprus	100.00		RUB	- 16,896.72	- 6,724.89
FOM/LEG Verwaltungs GmbH ^{1) 11)}	Heidelberg	50.00		EUR	- 12.00	- 23.75
Fünfte Industriefabrik Objekt-GmbH & Co. KG ¹⁾	Stuttgart	100.00		EUR	634.23	335.07
Ganghofer Straße München GmbH & Co. KG ¹⁾	Stuttgart	100.00			n.a.	n.a.
Ganghofer Straße München Komplementär GmbH ¹⁾	Stuttgart	100.00			n.a.	n.a.
German Centre for Industry and Trade GmbH, Beteiligungsgesellschaft ^{4) 11)}	Stuttgart	100.00		EUR	3,942.99	0.00
German Centre for Industry and Trade Pte. Ltd. Singapore ^{1) 11)}	Singapore, Singapore	100.00		SGD	16,780.87	2,491.31
Grundstücksgesellschaft Einkaufszentrum Haerder-Center Lübeck mbH & Co. KG ^{1) 11)}	Stuttgart	94.00		EUR	- 24,591.74	- 1,364.80
Grunewaldstraße 61-62 GmbH ^{1) 11)}	Stuttgart	100.00		EUR	27.37	0.73
IMBW Capital & Consulting GmbH ^{1) 4a) 11)}	Stuttgart	100.00		EUR	250.00	0.00
Immobilienvermittlung BW GmbH ¹¹⁾	Stuttgart	100.00		EUR	2,589.43	89.43
Industriefabrik Objektverwaltungs-GmbH ^{1) 11)}	Stuttgart	100.00		EUR	35.42	- 0.46
Industriefabrik-Aktiengesellschaft ^{1) 4a) 11)}	Stuttgart	93.63		EUR	23,281.64	0.00
IRP Immobilien-Gesellschaft Rheinland-Pfalz mbH ^{1) 4a) 11)}	Mainz	51.41		EUR	16.41	- 169.72
John Deere Leasing GmbH ^{1) 11)}	Mannheim	100.00		EUR	578.97	210.97
Kiesel Finance Management GmbH ^{1) 11)}	Baierfurt	90.00		EUR	31.61	2.11
Kommunalbau Rheinland-Pfalz GmbH ^{1) 4a) 11)}	Mainz	51.40		EUR	783.43	- 158.07
Landesbank Baden-Württemberg Capital Markets Plc ^{3) 11)}	London, Great Britain	100.00		EUR	5,710.00	122.00
LBBW Asset Management Investmentgesellschaft mbH ^{3) 11)}	Stuttgart	100.00		EUR	34,226.58	14,478.16
LBBW Dublin Management GmbH ^{3) 4) 11)}	Stuttgart	100.00		EUR	20,845.91	0.00
LBBW Grundstücksverwaltungsgesellschaft mbH & Co. KG Objekt am Pariser Platz Stuttgart ¹¹⁾	Stuttgart	100.00		EUR	76,449.33	- 9,471.95
LBBW Grundstücksverwaltungsgesellschaft mbH & Co. OHG Objekt Am Hauptbahnhof Stuttgart ¹¹⁾	Stuttgart	100.00		EUR	-	- 314.46
LBBW Immobilien Asset Management GmbH ^{1) 4a)}	Stuttgart	100.00			n.a.	n.a.

Name	Place of business	Share of capital in %	Non-prop. voting rights in%	Currency	Equity EUR th.	Result EUR th.
LBBW Immobilien Capital Fischertor GmbH & Co. KG ^{1) 11)}	Munich	93.98	94.00	EUR	- 5,300.15	- 132.31
LBBW Immobilien Capital GmbH ^{1) 11)}	Stuttgart	100.00		EUR	- 2,859.63	- 15.10
LBBW Immobilien Development GmbH ^{1) 4a) 11)}	Stuttgart	94.90		EUR	15,783.69	0.00
LBBW Immobilien GmbH & Co. Beteiligung KG ^{1) 11)}	Stuttgart	100.00		EUR	29,320.40	1,041.49
LBBW Immobilien Kommunalentwicklung GmbH ^{1) 4a) 11)}	Stuttgart	81.62		EUR	2,016.51	0.00
LBBW Immobilien Luxembourg S. A. ^{1) 11)}	Luxembourg, Luxembourg	100.00		EUR	- 75,942.54	- 83.75
LBBW Immobilien Management Gewerbe GmbH ^{1) 4a) 11)}	Stuttgart	94.90		EUR	3,303.97	0.00
LBBW Immobilien Management GmbH ^{1) 4a) 11)}	Stuttgart	100.00		EUR	425,694.37	0.00
LBBW Immobilien M_Eins Berlin GmbH ¹⁾	Stuttgart	100.00			n.a.	n.a.
LBBW Immobilien Romania S.R.L. ^{1) 11)}	Bucharest, Romania	100.00		RON	- 26,364.23	- 2,592.82
LBBW Immobilien Süd GmbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	- 42,798.97	1,819.24
LBBW Immobilien Versicherungsvermittlung GmbH ^{1) 4a) 11)}	Stuttgart	100.00		EUR	25.00	0.00
LBBW Immobilien-Holding GmbH ^{4) 11)}	Stuttgart	100.00		EUR	439,050.54	0.00
LBBW Leasing GmbH ^{4) 11)}	Stuttgart	100.00		EUR	266,088.54	0.00
LBBW México, S.A. DE C.V., SOFOM, E.N.R. ^{2) 11)}	México, Mexico	100.00		MXN	3,690.64	769.10
LBBW Service GmbH ^{4) 11)}	Stuttgart	100.00		EUR	224.67	0.00
LBBW Spezialprodukte-Holding GmbH ^{4) 11)}	Stuttgart	100.00		EUR	101,871.73	0.00
LBBW US Real Estate Investment LLC ⁵⁾	Wilmington, New Castle County, USA	100.00		USD	40,191.23	11.01
LBBW Venture Capital Gesellschaft mit beschränkter Haftung ¹¹⁾	Stuttgart	100.00		EUR	25,302.79	- 3,374.33
LEG Baden-Württemberg Verwaltungs-GmbH ^{1) 11)}	Stuttgart	100.00		EUR	26.33	1.66
LEG Projektgesellschaft 2 GmbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	5,400.75	396.21
LEG Verwaltungsgesellschaft 2 mbH ^{1) 11)}	Stuttgart	100.00		EUR	28.27	0.56
LOOP GmbH ^{1) 11)}	Stuttgart	100.00		EUR	- 58.75	- 2.84
LRP Capital GmbH ^{1) 11)}	Stuttgart	100.00		EUR	16,993.79	2,993.79
Mannheim O 4 Projektgesellschaft mbH & Co. KG ^{1) 3b) 11)}	Stuttgart	100.00		EUR	- 264.15	- 100.64
MANUKA Grundstücks-Verwaltungsgesellschaft mbH ^{1) 11)}	Stuttgart	100.00		EUR	57.57	0.65
MKB Mittelrheinische Bank Gesellschaft mit beschränkter Haftung ¹¹⁾	Koblenz	100.00		EUR	47,469.74	6,704.27
MKB Versicherungsdienst GmbH ^{1) 4a) 11)}	Koblenz	100.00		EUR	27.05	0.00
MMV Leasing Gesellschaft mit beschränkter Haftung ^{1) 4a) 11)}	Koblenz	100.00		EUR	21,000.00	0.00
MMV-Mobilien Verwaltungs- und Vermietungsgesellschaft mbH ^{1) 4a) 11)}	Koblenz	100.00		EUR	26.00	0.00
Nagatino Property S.à.r.l. ^{1) 11)}	Luxembourg, Luxembourg	100.00		EUR	- 27,630.67	275.97
Nymphenburger Straße München GmbH & Co. KG ¹⁾	Stuttgart	100.00			n.a.	n.a.
Nymphenburger Straße München Komplementär GmbH ¹⁾	Stuttgart	100.00			n.a.	n.a.
Parc Helfent Participations S.A. ^{1) 11)}	Luxembourg, Luxembourg	100.00		EUR	969.16	- 7.36
Projekt 20 Verwaltungs GmbH ^{1) 11)}	Munich	100.00		EUR	34.41	1.30
Projektgesellschaft Bockenheimer Landstraße 33-35 GmbH & Co. KG i. L. ^{1) 11)}	Stuttgart	94.00	50.00	EUR	251.88	- 8.15
Rebstockpark 7 Entwicklungsgesellschaft mbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	- 84.69	- 81.54
Rheinpromenade Mainz GmbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	- 2.73	- 3.73
Schlossgartenbau Objekt-GmbH & Co. KG ¹⁾	Stuttgart	100.00		EUR	18,548.97	6,722.46
Schlossgartenbau Objektverwaltungs-GmbH ^{1) 11)}	Stuttgart	100.00		EUR	11.80	0.09
Schlossgartenbau-Aktiengesellschaft ^{1) 4a) 11)}	Stuttgart	92.68		EUR	6,592.42	0.00
Schockenried GmbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	- 5,035.43	- 884.48
Schockenriedverwaltungs GmbH ^{1) 11)}	Stuttgart	94.80		EUR	26.23	0.45
SG Management GmbH ^{1) 11)}	Stuttgart	100.00		EUR	9,137.78	- 144.17
SCB - Hotel GmbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	- 1,429.37	- 82.61
SLN Maschinen-Leasing Verwaltungs-GmbH ^{1) 11)}	Stuttgart	100.00		EUR	1,180.63	141.31
SLP Mobilien-Leasing Verwaltungs-GmbH ^{1) 11)}	Mannheim	100.00		EUR	5,370.98	196.41
Süd Beteiligungen GmbH ¹¹⁾	Stuttgart	100.00		EUR	235,503.14	5,506.01
Süd KB Unternehmensbeteiligungsgesellschaft mbH ^{1) 11)}	Stuttgart	100.00		EUR	47,269.96	- 838.70
SüdFactoring GmbH ^{3) 4) 11)}	Stuttgart	100.00		EUR	70,000.00	0.00
Süd-Kapitalbeteiligungs-Gesellschaft mbH ^{1) 4a) 11)}	Stuttgart	100.00		EUR	88,981.87	0.00

Name	Place of business	Share of capital in %	Non-prop. voting rights in%	Currency	Equity EUR th.	Result EUR th.
SüdLeasing GmbH ^{2) 4a) 11)}	Stuttgart	100.00		EUR	32,085.00	0.00
Turtle Beteiligungs-Ehningen II GmbH ^{1) 11)}	Frankfurt am Main	100.00		EUR	26.91	0.43
Turtle Beteiligungs-Hannover-City GmbH ^{1) 11)}	Frankfurt am Main	100.00		EUR	6.04	- 1.59
Turtle Beteiligungs-Portfolio GmbH ^{1) 11)}	Frankfurt am Main	100.00		EUR	12.50	- 2.66
Turtle Ehningen II GmbH & Co. KG ^{1) 11)}	Frankfurt am Main	100.00		EUR	- 51.53	- 5.51
Turtle Portfolio GmbH & Co. KG ^{1) 11)}	Frankfurt am Main	100.00		EUR	- 48,562.69	- 5,045.04
Turtle 1. Verwaltungs-GmbH ^{1) 11)}	Frankfurt am Main	100.00		EUR	40.51	- 3.46
Uhlandstraße 187 GmbH ^{1) 11)}	Stuttgart	100.00		EUR	26.86	0.80
Vermietungs- und Verwaltungsgesellschaft Sendlinger Straße GmbH & CO. KG ^{1) 3b) 11)}	Stuttgart	99.00		EUR	3.39	35,237.02
Vermietungs- und Verwaltungsgesellschaft Sendlinger Straße mbH ^{1) 11)}	Stuttgart	100.00		EUR	19.69	- 0.70
Vierte Industriefabrik Objekt-GmbH & Co. KG ¹⁾	Stuttgart	100.00		EUR	1,176.78	848.76
VVS II GmbH & Co. KG ^{1) 3b) 11)}	Stuttgart	99.00		EUR	- 289.65	3,813.92
VVS II Verwaltungs-GmbH ^{1) 11)}	Stuttgart	100.00		EUR	17.01	- 0.63
VVS III GmbH & Co. KG ^{1) 3b) 11)}	Stuttgart	99.00		EUR	9.42	6,348.56
VVS III Verwaltungs-GmbH ^{1) 11)}	Stuttgart	100.00		EUR	13.63	- 3.47
Zorilla Mobilien-Leasing GmbH ^{1) 11)}	Mannheim	100.00		EUR	59.61	- 3.21
Zweite IMBW Capital & Consulting Komplementär GmbH ^{1) 11)}	Stuttgart	100.00		EUR	24.32	1.75
Zweite Industriefabrik Objekt-GmbH & Co. KG ¹⁾	Stuttgart	100.00		EUR	19,825.72	4,697.76
Zweite LBBW US Real Estate GmbH ^{1) 11)}	Leipzig	100.00		EUR	53,675.29	2,129.70
b. Fully consolidated subsidiaries (authority over contractual agreements)						
aiP Gärtnerplatz GmbH & Co. KG ^{1) 11)}	Oberhaching	45.00	50.00	EUR	- 3,095.65	13,028.80
aiP Isarauen GmbH & Co. KG ^{1) 3b) 11)}	Oberhaching	45.00	50.00	EUR	10.00	1,994.63
BW Bank Capital Funding LLC I ^{1) 3) 11)}	Wilmington, New Castle County, USA	100.00		EUR	50,004.00	1,807.58
BW Bank Capital Funding Trust I ^{1) 20)}	Wilmington, New Castle County, USA	0.00	100.00		n.a.	n.a.
Employrion Immobilien GmbH & Co. KG ^{1) 11)}	Weil	35.00	50.00	EUR	53.16	0.00
Erste IMBW Capital & Consulting Objektgesellschaft mbH & Co. KG ^{1) 11)}	Weil	40.00	50.00	EUR	- 11.57	17,221.20
FOM/LEG Generalübernehmer GmbH & Co. KG ^{1) 11)}	Heidelberg	50.00		EUR	- 8,803.46	- 104.67
Grundstücksgesellschaft Einkaufszentrum Kröpeliner-Tor-Center Rostock mbH & Co. KG ^{1) 11)}	Berlin	39.94	50.00	EUR	- 8,766.36	- 208.78
Humboldt Multi Invest B SICAV-FIS Sachsen LB Depot A ^{8) 18)}	Luxembourg, Luxembourg	100.00		EUR	45,979.85	2,245.19
Kyma Grundstücksverwaltungsgesellschaft mbH & Co. Objekt Löhr's Carré KG ^{1) 20)}	Haar			EUR	- 1,305.55	4,603.01
Spencerview Asset Management Ltd. ^{1) 20)}	Dublin 2, Ireland			EUR	1.95	0.63
Turtle Vermögensverwaltungs-GmbH & Co. KG ^{1) 11)}	Frankfurt am Main	49.00	50.00	EUR	- 99.55	- 9.21
Weinberg Capital Ltd. ^{1) 20)}	Dublin 2, Ireland			EUR	32.29	- 92.00
Weinberg Funding Ltd. ^{1) 20)}	St. Helier, Jersey			EUR	3.99	0.25
2. Joint ventures accounted for using the equity method						
Alida Grundstücksverwaltungsgesellschaft mbH & Co. Vermietungs-KG ¹⁾	Pullach i. Isartal	99.04	50.00	EUR	5,254.76	2,245.76
ARGE ParkQuartier Berg ^{1) 9)}	Stuttgart	50.00		EUR	- 735.50	- 1,210.85
Bad Kreuznacher Entwicklungsgesellschaft mbH (BKEG) ^{1) 11)}	Bad Kreuznach	50.00		EUR	- 48.23	- 24.61
LHI Leasing GmbH ^{1) 11)}	Pullach i. Isartal	51.00		EUR	50,339.47	6,589.44
OVG MK6 GmbH ^{1) 3b) 11)}	Berlin	50.00		EUR	3.87	- 21.13
Parcul Banatului SRL ^{1) 11)}	Bucharest, Romania	50.00		EUR	- 23,135.38	- 5,306.15
SGB - Hotel - Verwaltung GmbH ^{1) 11)}	Stuttgart	50.00		EUR	18.45	5.88
TCD LEG/FOM GbR ^{1) 11)}	Stuttgart	50.00		EUR	190.09	0.29
3. Associates accounted for using the equity method						
Altstadt-Palais Immobilien GmbH & Co. KG ^{1) 11)}	Weil	40.00	50.00	EUR	- 58.90	- 113.44
Bauland Krufft Süd GmbH ^{1) 11)}	Mainz	51.00		EUR	- 522.27	- 20.30
BWK GmbH Unternehmensbeteiligungsgesellschaft ^{1) 11) 19)}	Stuttgart	55.00		EUR	283,670.59	39,123.26
EGH Entwicklungsgesellschaft Heidelberg GmbH & Co. KG ^{1) 11)}	Heidelberg	33.33		EUR	1,198.41	395.94
EGH Projektgesellschaft Heidelberg GmbH ^{1) 11) 20)}	Heidelberg	0.00		EUR	37.03	3.31
Vorarlberger Landes- und Hypothekenbank AG ^{1) 11)}	Bregenz, Austria	23.97		EUR	787,132.62	59,872.53

Name	Place of business	Share of capital in %	Non-prop. voting rights in%	Currency	Equity EUR th.	Result EUR th.
II. Companies not included in the consolidated financial statements due to being of minor influence						
1. Subsidiaries						
a. Subsidiaries not included (authority over the voting rights)						
aiP Gärtnerplatz Verwaltungs GmbH ⁽¹⁾⁽¹¹⁾	Oberhaching	100.00		EUR	20.50	- 1.31
aiP Hirschgarten 1 Verwaltungs GmbH ⁽¹⁾⁽¹¹⁾	Oberhaching	100.00		EUR	28.87	0.11
aiP Isarauen Verwaltungs GmbH ⁽¹⁾⁽¹¹⁾	Oberhaching	100.00		EUR	24.89	0.50
B. & C. Leasing GmbH & Co. KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Mannheim	0.00	75.00	EUR	1 631.22	- 106.31
Baden-Württembergische Equity Gesellschaft mit beschränkter Haftung ⁽¹¹⁾	Stuttgart	100.00		EUR	925.85	113.20
Britta Grundstücksverwaltungsgesellschaft mbH ^{(1)(4a)(11)}	Mannheim	100.00		EUR	25.56	0.00
BW Leasing GmbH & Co. KG i.L. ⁽¹⁾⁽¹¹⁾	Mannheim	100.00		EUR	94.81	- 18.09
CARGO SL Mobilien-Leasing GmbH & Co. KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Mannheim	0.00	75.00	EUR	475.56	36.54
cellent AG ⁽¹⁾⁽¹⁴⁾	Vienna, Austria	100.00		EUR	4,232.92	274.53
cellent AG ⁽¹¹⁾	Stuttgart	100.00		EUR	13,235.32	147.73
Cellent Finance Solutions GmbH ⁽¹¹⁾	Stuttgart	100.00		EUR	2,829.48	831.04
cellent Mittelstandsberatung GmbH ⁽¹⁾⁽¹¹⁾	Böblingen	100.00		EUR	2,048.67	229.98
DBW Advanced Fiber Technologies GmbH ⁽¹⁾⁽¹¹⁾	Bovenden	100.00		EUR	30,696.73	3,374.55
DBW Automotive Components Shanghai Co., Ltd. ⁽¹⁾⁽¹¹⁾	Shanghai, China	80.00		CNY	1,116.59	314.09
DBW Fiber Corporation ⁽¹⁾⁽¹¹⁾	Summerville, USA	100.00		USD	1,372.25	- 371.95
DBW Holding GmbH ⁽¹⁾⁽¹¹⁾	Bovenden	99.16	94.64	EUR	22,055.52	- 5.59
DBW Hungary KFT ⁽¹⁾⁽¹¹⁾	Tapolca, Hungary	100.00		EUR	3,321.41	1,921.06
DBW Ibérica Industria Automoción, S.A. ⁽¹⁾⁽¹¹⁾	Vall d'Uxo Castellón, Spain	100.00		EUR	1,125.45	440.89
DBW Japan Ltd. ⁽¹⁾⁽¹¹⁾	Tokyo, Japan	100.00		JPY	- 158.56	- 69.09
DBW Kaliningrad O.O.O. ⁽¹⁾⁽¹¹⁾	Kaliningrad, Russia	99.00		RUB	- 116.46	- 85.22
DBW Metallverarbeitung GmbH ^{(1)(4a)(11)}	Ueckermünde	100.00		EUR	1,233.88	0.00
DBW Polska Sp.z. o.o. ⁽¹⁾⁽¹¹⁾	Cigacice, Poland	100.00		PLN	3,239.42	1,404.88
DBW-Fiber-Neuhaus GmbH ^{(1)(4a)(11)}	Neuhaus am Rennweg	100.00		EUR	3,000.00	0.00
Euro Leasing AG ⁽¹⁾⁽¹¹⁾	Luxembourg, Luxembourg	100.00		EUR	148.00	- 6.60
Finclusive Alfmeier Leasing Services GmbH & Co. KG i.L. ⁽¹⁾⁽¹¹⁾	Mannheim	100.00		EUR	68.70	1.57
FIRKO Betreuungs GmbH ⁽¹⁾⁽¹¹⁾	Leipzig	100.00		EUR	520.13	35.86
FIRKO Betreuungs GmbH & Co. Windpark Zaulsdorf KG ⁽¹¹⁾	Leipzig	100.00		EUR	167.32	36.76
Franca Grundstücksverwaltungsgesellschaft mbH ^{(1)(4a)(11)}	Mannheim	100.00		EUR	525.81	0.00
Franca Grundstücksverwaltungsgesellschaft mbH & Co. Immobilien KG ⁽¹¹⁾	Mannheim	100.00		EUR	2,084.67	- 248.83
FRONTWORX Informationstechnologie AG ⁽¹⁾⁽¹¹⁾	Vienna, Austria	100.00		EUR	597.44	522.02
German Centre for Industry and Trade Beijing Co., Ltd. ⁽¹¹⁾	Beijing, China	100.00		CNY	2,885.00	565.75
Gmeinder Lokomotivenfabrik GmbH i.L. ⁽¹⁾⁽⁷⁾	Mosbach	90.00		EUR	306.00	- 641.00
Grundstücks-, Vermögens- und Verwaltungs-GbR 41, Leinfeldten/Echterdingen ⁽¹⁾⁽¹¹⁾	Stuttgart	59.43		EUR	23,784.01	- 1,160.80
Haerder-Center Lübeck Verwaltungsgesellschaft mbH ⁽¹⁾⁽¹¹⁾	Stuttgart	100.00		EUR	29.72	- 0.79
Heurika Mobilien-Leasing GmbH ^{(1)(3b)(11)}	Mannheim	100.00		EUR	- 158.25	- 307.28
HÜCO Circuit Technology GmbH i.L. ⁽¹⁾⁽⁷⁾	Espelkamp	90.00		EUR	113.41	12.92
Hüco electronic GmbH i.L. ^{(1)(4a)(6)}	Espelkamp	90.00		EUR	3,333.39	0.00
Ina Grundstücksverwaltungsgesellschaft mbH i. L. ⁽¹⁾⁽¹¹⁾	Mannheim	100.00		EUR	6.54	0.00
Iris Grundstücksverwaltungsgesellschaft mbH i. L. ⁽¹⁾⁽¹¹⁾	Mannheim	100.00		EUR	6.59	0.00
Karin Mobilien-Leasing GmbH i.L. ⁽¹⁾⁽¹¹⁾	Mannheim	100.00		EUR	884.31	0.00
KB Projekt GmbH ⁽¹⁾⁽¹¹⁾	Mainz	100.00		EUR	- 49.36	- 51.14
Kröpeliner-Tor-Center Rostock Verwaltungsgesellschaft mbH ⁽¹⁾⁽¹¹⁾	Berlin	100.00		EUR	20.11	1.62
KURIMA Grundstücksverwaltungsgesellschaft mbH & Co. KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Stuttgart	1.00	84.00	EUR	- 2.81	- 0.91
LA electronic Holding GmbH ⁽¹⁾⁽¹¹⁾	Espelkamp	100.00		EUR	- 14,083.58	- 923.76
Laurus Grundstücksverwaltungsgesellschaft mbH ⁽¹⁾⁽¹¹⁾	Mannheim	100.00		EUR	1,604.96	- 16.66
LBBW Equity Partners GmbH & Co. KG i.L. ⁽¹¹⁾	Stuttgart	100.00		EUR	1,687.23	- 48.11
LBBW Equity Partners Verwaltungs GmbH i.L. ⁽¹¹⁾	Stuttgart	100.00		EUR	20.38	3.67
LBBW Gastro Event GmbH ⁽⁴⁾⁽¹¹⁾	Stuttgart	100.00		EUR	130.00	0.00
LBBW Grundstücksverwaltungsgesellschaft mbH ⁽⁴⁾⁽¹¹⁾	Stuttgart	100.00		EUR	25.99	0.00
LBBW GVZ Entwicklungsgesellschaft Leipzig mbH ⁽¹¹⁾	Leipzig	100.00		EUR	2,795.15	272.33

Name	Place of business	Share of capital in %	Non-prop. voting rights in%	Currency	Equity EUR th.	Result EUR th.
LBBW Pensionsmanagement GmbH ^{4) 11)}	Stuttgart	100.00		EUR	25.00	0.00
LBBW REPRESENTAÇÃO LTDA. ^{2) 11)}	Itaim-Bibi/Sao Paulo, Brazil	100.00		BRL	152.66	27.84
LBBW (Schweiz) AG ¹¹⁾	Zurich, Switzerland	100.00		CHF	11,382.52	- 773.08
LBBW Verwaltungsgesellschaft Leipzig mbH ^{1) 11)}	Leipzig	100.00		EUR	32.85	- 5.01
LBBW Verwaltungsgesellschaft Leipzig mbH & Co. Parking KG ¹¹⁾	Leipzig	100.00		EUR	257.36	- 112.26
LBBW Verwaltungsgesellschaft Leipzig mbH & Co. REKIM KG ¹¹⁾	Leipzig	100.00		EUR	8,727.98	224.67
LEG Osiris 4 GmbH ^{1) 11)}	Stuttgart	100.00		EUR	33.73	- 0.85
LEG Osiris 5 GmbH ^{1) 11)}	Stuttgart	100.00		EUR	18.46	- 0.76
LEG Verwaltungsgesellschaft 4 mbH ^{1) 11)}	Stuttgart	100.00		EUR	28.50	0.07
LG Grundstücksanlagen-Gesellschaft mbH ¹¹⁾	Stuttgart	100.00		EUR	22.57	- 3.11
LGZ-Anlagen-Gesellschaft mit beschränkter Haftung ^{4) 11)}	Mainz	100.00		EUR	110.00	0.00
L-Immobilien GmbH ^{4) 11)}	Mannheim	100.00		EUR	180.95	0.00
LIVIDA MOLARIS Grundstücks-Vermietungsgesellschaft mbH & Co. Landesfunkhaus Erfurt KG ^{1) 11)}	Erfurt	99.77	24.00	EUR	- 11,465.02	974.99
LIVIDA MOLARIS Grundstücks-Vermietungsgesellschaft mbH & Co. Objekt Polizei Nordhausen KG ^{1) 11)}	Erfurt	100.00	15.00	EUR	- 6,084.56	422.69
LLC German Centre for Industry and Trade ¹¹⁾	Moscow, Russia	100.00		RUB	1,308.77	128.97
LUTEA MOLARIS Grundstücks-Vermietungsgesellschaft mbH & Co. Objekt Flöha KG ¹¹⁾	Berlin	100.00	15.00	EUR	- 4,639.78	628.81
Mannheim O4 Verwaltungsgesellschaft mbH ^{1) 11)}	Stuttgart	100.00		EUR	27.57	0.41
MDL Mitteldeutsche Leasing GmbH i.L. ^{1) 11)}	Leipzig	100.00		EUR	- 21,344.04	- 268.81
MLP Leasing GmbH & Co. KG i.L. ^{1) 11) 20)}	Mannheim	0.00	100.00	EUR	- 14.84	4.89
MLP Verwaltungs GmbH ^{1) 11)}	Mannheim	100.00		EUR	66.32	- 51.26
MLS GmbH & Co. KG ^{1) 11)}	Mannheim	100.00		EUR	9.44	5.94
MMV-Mittelrheinische Leasing Gesellschaft mit beschränkter Haftung ^{1) 4a) 11)}	Koblenz	100.00		EUR	26.00	0.00
Pollux Vierte Beteiligungsgesellschaft mbH ¹¹⁾	Stuttgart	100.00		EUR	4,818.04	- 150.47
Radon Verwaltungs-GmbH ¹¹⁾	Stuttgart	100.00		EUR	19,684.70	- 405.45
Rebstockpark 7.1 Komplementär GmbH ¹¹⁾	Stuttgart	100.00			n.a.	n.a.
Remseck Grundstücksverwaltungsgesellschaft mbH in Stuttgart ^{1) 4a) 11)}	Stuttgart	100.00		EUR	26.00	0.00
Rheinpromenade Mainz Komplementär GmbH ^{1) 11)}	Stuttgart	100.00		EUR	24.44	- 0.56
Rhin-Neckar S.A. ¹¹⁾	Munsbach, Luxembourg	100.00		EUR	171.22	- 21.22
Sachsen LB FIRKO Betreuungs GmbH & Co. Windpark Reichenbach KG ^{2) 11)}	Leipzig	96.54	97.24	EUR	1,735.05	539.72
Sachsen V.C. GmbH & Co. KG ^{1) 11)}	Leipzig	75.19		EUR	1,368.44	- 285.01
Sachsen V.C. Verwaltungsgesellschaft mbH ^{1) 11)}	Leipzig	100.00		EUR	13.98	- 1.98
SachsenFonds International Equity Holding I GmbH ^{1) 11)}	Aschheim-Dornach	100.00		EUR	3,633.08	684.25
SachsenFonds International Equity I GmbH & Co. KG ^{1) 11)}	Leipzig	96.15		EUR	7,673.14	547.71
SBF Sächsische Beteiligungsfonds GmbH ^{1) 11)}	Leipzig	100.00		EUR	293.46	- 11.21
Schmidt W & K Leasing GmbH & Co. KG i.L. ^{1) 11)}	Mannheim	100.00		EUR	- 37.29	0.00
SDD Holding GmbH ^{1) 9)}	Stuttgart	100.00		EUR	- 3,212.07	- 14.79
SDT- Stanz und Dämmtechnik GmbH ^{1) 4a) 7)}	Berga	100.00		EUR	138.40	0.00
SKH Beteiligungs Holding GmbH ¹¹⁾	Stuttgart	100.00		EUR	2,331.84	- 160.32
SL Bayern Verwaltungs GmbH ^{1) 11)}	Mannheim	100.00		EUR	1,026.35	11.84
SL Bremen Verwaltungs-GmbH ^{1) 11)}	Mannheim	100.00		EUR	750.72	276.14
SL BW Verwaltungs GmbH ^{1) 11)}	Mannheim	100.00		EUR	607.73	19.69
SL Düsseldorf Verwaltungs GmbH ^{1) 11)}	Mannheim	100.00		EUR	574.64	6.42
SL FINANCIAL MEXICO, S.A. DE C.V., SOFOM, E. N. R. ^{1) 11)}	Col. Lomas de Santa Fe, Mexico	100.00		MXN	395.01	44.86
SL Financial Services Corporation ^{1) 11)}	Norwalk, USA	100.00		USD	1,170.52	608.20
SL Mobilien-Leasing GmbH & Co. Hafis KG ^{1) 11) 20)}	Mannheim	0.00	51.00	EUR	2,021.46	- 4.98
SL Nordlease GmbH & Co KG ^{1) 11) 20)}	Mannheim	0.00	60.00	EUR	- 2,195.19	303.94
SL Operating Services GmbH i.L. ^{1) 11)}	Mannheim	100.00		EUR	80.41	0.00
SL RheinMainSaar Verwaltungs GmbH ^{1) 11)}	Mannheim	100.00		EUR	512.35	- 2.52
SL Schleswig-Holstein Verwaltungs GmbH ^{1) 11)}	Mannheim	100.00		EUR	122.70	- 3.71
SL Ventus GmbH & Co. KG ^{1) 11)}	Mannheim	100.00		EUR	148.88	302.32

Name	Place of business	Share of capital in %	Non-prop. voting rights in%	Currency	Equity EUR th.	Result EUR th.
SLKS GmbH & Co. KG ^{1) 11)}	Stuttgart	100.00		EUR	3,580.25	810.92
Städtische Pfandleihanstalt Stuttgart Aktiengesellschaft ¹¹⁾	Stuttgart	100.00		EUR	6,878.79	468.08
Steelcase Leasing GmbH & Co KG ^{1) 11)}	Mannheim	100.00		EUR	235.33	- 6.15
Stuttgarter Aufbau Bau- und Verwaltungs-Gesellschaft mbH ^{4) 11)}	Stuttgart	100.00		EUR	153.39	0.00
Süd Mobilen-Leasing GmbH ^{1) 4a) 11)}	Stuttgart	100.00		EUR	28.28	0.00
Süddeutsche Allgemeine Finanz- und Wirtschaftsgesellschaft mit beschränkter Haftung ^{1) 4a) 11)}	Mannheim	100.00		EUR	511.29	0.00
SüdImmobilien GmbH ^{4) 11)}	Mannheim	100.00		EUR	2,574.87	0.00
SüdLeasing d.o.o. Zagreb i. L. ^{1) 11)}	Zagreb, Croatia	100.00		HRK	- 88.12	166.73
SüdLeasing Finance-Holding GmbH ^{1) 11)}	Stuttgart	100.00		EUR	180.06	- 9.30
SüdLeasing Kft. ^{1) 11)}	Szekszard, Hungary	100.00		HUF	371.26	- 13.74
SüdLeasing s.r.o. (Prague) ^{1) 11)}	Prague 1, Czech Republic	100.00		CZK	744.28	- 152.50
SüdLeasing Suisse AG ¹⁾	Unterengstringen, Switzerland	100.00		CHF	7,692.36	70.87
SÜDRENTING ESPANA, S.A. ^{1) 11)}	Barcelona, Spain	100.00		EUR	18,485.19	- 838.88
SuedLeasing Romania IFN S.A. i. L. ^{1) 11)}	Bucharest, Romania	100.00		RON	819.42	- 14.44
Technologiegründerfonds Sachsen Verwaltung GmbH ^{1) 11)}	Leipzig	100.00		EUR	25.12	2.81
Thömen Leasing GmbH & Co. KG i.L. ^{1) 11) 20)}	Mannheim	0.00	75.00	EUR	1,076.34	- 4.68
Viola Grundstücksverwaltungs-GmbH & Co. Verpachtungs KG ¹¹⁾	Pullach	99.41	50.00	EUR	4,090.79	722.49
Wachstumsfonds Mittelstand Sachsen Verwaltung GmbH ^{1) 11)}	Leipzig	100.00		EUR	32.58	2.55
WM Mobilen-Leasing GmbH & Co. KG ^{1) 11) 20)}	Mannheim	0.00	75.00	EUR	800.79	868.86
Yankee Properties II LLC ²⁰⁾	Wilmington, New Castle County, USA	0.00	100.00		n.a.	n.a.
Yankee Properties LLC ¹¹⁾	Wilmington, New Castle County, USA	100.00		USD	1,251.37	14.86
YOZMA III GmbH & Co. KG ^{1) 11)}	Munich	77.14		USD	0.00	- 99.96
Zenon Mobilen-Leasing GmbH ^{1) 11)}	Mannheim	100.00		EUR	441.26	42.41
Zweite Karl-Scharnagl-Ring Immobilien Verwaltung GmbH ^{1) 11)}	Munich	100.00		EUR	34.72	1.51
b. Subsidiaries not included (authority over contractual agreements) ²²⁾						
Georges Quay Funding I Limited ^{11) 20)}	Dublin 1, Ireland			EUR	9.63	0.01
HG ABS Fund plc ^{13) 20)}	Dublin 1, Ireland	100.00	0.00	EUR	0.00	49,608.78
Hirschgarten GÜ GmbH & Co. KG ^{1) 11)}	Oberhaching	45.00	50.00	EUR	131.24	- 11.20
Kopal Grundstücksverwaltungsgesellschaft mbH & Co. Objekt Löhr's Carré OHG ¹¹⁾	Mainz	94.00	24.00	EUR	- 10,952.17	802.11
LAAM-Fonds I (LAAM Subtrust I) ^{1) 20)}	George Town, Cayman Islands	100.00	0.00	EUR	77,458.92	- 7,339.47
LAAM-Fonds II ^{1) 20)}	George Town, Cayman Islands	100.00	0.00	EUR	81,725.05	- 5,577.01
LAAM-Fonds XI ^{1) 20)}	George Town, Cayman Islands	100.00	0.00	EUR	48,745.58	1,518.83
LBBW Covered Bonds Euro Offensiv ¹²⁾	Stuttgart	24.01	0.00	EUR	29,246.74	673.84
LBBW Covered Bonds Euro Select ¹²⁾	Stuttgart	100.00	0.00	EUR	20,244.65	463.80
LBBW Devisen I	Stuttgart	61.81	0.00		n.a.	n.a.
MALC Fin Fifteen Limited ^{7) 20)}	Nassau, Bahamas			USD	- 12,296.81	- 7,365.45
MALC Lease Fifteen Limited ¹⁾	Nassau, Bahamas	100.00			n.a.	n.a.
M-Korb Funding No.1 Ltd. ^{11) 20)}	Dublin 2, Ireland			EUR	- 7,911.22	859.39
Palmsche Park GbR Esslingen ^{1) 11)}	Stuttgart	94.07	50.00	EUR	- 851.93	- 851.93
Platino S.A. ^{1) 20)}	Luxembourg, Luxembourg			EUR	- 15.34	- 65.31
Weinberg Capital LLC ²⁰⁾	Wilmington, New Castle County, USA				n.a.	n.a.
2. Joint ventures not accounted for using the equity method						
Aaron Grundstücksverwaltungsgesellschaft mbH i.L. ^{1) 9)}	Oberursel	50.00		EUR	- 2,064.22	- 12.57
addfinity testa GmbH ^{1) 11) 20)}	Hartha	11.78		EUR	3,362.94	843.11
Bietigheimer Wohnungsprivatisierungsgesellschaft mbH ¹¹⁾	Bietigheim-Bissingen	50.00		EUR	13,823.78	1,854.71
Dresden Fonds GmbH ^{1) 11)}	Dresden	50.05		EUR	2,016.89	4,421.06
Egerland Lease GmbH & Co. KG ^{1) 11) 20)}	Mannheim	0.00	50.00	EUR	2,139.86	1,300.03
German Centre for Industry and Trade India Holding-GmbH ^{1) 11)}	Munich	50.00		EUR	904.43	- 596.93
LBBW Immobilien Verwaltung GmbH ^{1) 11)}	Stuttgart	50.00		EUR	45.57	4.86
Residenzpost Planen + Bauen GmbH & Co. KG ^{1) 11)}	Munich	50.00		EUR	- 6.83	- 2.80
SHS Gesellschaft für Beteiligungen mbH & Co. Mittelstand KG ^{1) 11)}	Tübingen	75.02		EUR	4,511.20	0.71
SHS Venture Capital GmbH & Co. KG ^{1) 11)}	Tübingen	95.45		EUR	883.00	- 65.00

Name	Place of business	Share of capital in %	Non-prop. voting rights in%	Currency	Equity EUR th.	Result EUR th.
3. Associates not accounted for using the equity method						
B+S Card Service GmbH ⁽⁶⁾	Frankfurt am Main	25.10		EUR	19,249.39	2,738.49
Bubbles and Beyond GmbH ⁽¹⁾⁽¹¹⁾	Leipzig	26.00		EUR	2,304.00	- 686.00
Cäcilienpark am Neckar GbR ⁽¹⁾⁽¹¹⁾	Heilbronn	33.33		EUR	668.77	68.88
CheckMobile GmbH - The Process Solution Company ⁽¹⁾⁽¹¹⁾	Stuttgart	41.13		EUR	- 852.80	- 70.95
Cortex Biophysik GmbH ⁽¹⁾⁽¹¹⁾	Leipzig	47.70		EUR	- 513.76	118.99
Doughty Hanson & Co. Funds III Partnership No.15 ⁽¹⁾⁽¹¹⁾	London, Great Britain	21.74		USD	16,612.55	- 12.92
DUO PLAST Holding GmbH ^{(1)(4a)(11)}	Lauterbach	47.43		EUR	- 22.91	- 48.03
FEAG GmbH ⁽¹⁾⁽¹¹⁾	Forchheim	20.00		EUR	6,767.63	- 520.31
Global Teleport GmbH i.L. ⁽¹⁾⁽⁹⁾	Leipzig	21.42		EUR	- 2,274.93	n.a.
Grundstücks-, Vermögens- und Verwaltungs- GbR 33, Leinfelden-Echterdingen/Stuttgart-Möhringen ⁽¹⁾⁽¹¹⁾	Stuttgart	24.74		EUR	51,138.31	- 1,379.04
Grundstücks-, Vermögens- und Verwaltungs- GbR 34, Wolfstor 2, Esslingen ⁽¹⁾⁽¹¹⁾	Stuttgart	28.38		EUR	10,119.87	390.65
Grundstücks-, Vermögens- und Verwaltungs- GbR 36, Stuttgart/Leinfelden-Echterdingen ⁽¹⁾⁽¹¹⁾	Stuttgart	26.31		EUR	32,369.68	- 189.72
Grundstücks-, Vermögens- und Verwaltungs- GbR 38, Stuttgart-Filderstadt ⁽¹⁾⁽¹¹⁾	Stuttgart	22.83		EUR	27,363.83	- 295.59
Grundstücks-, Vermögens- und Verwaltungs- GbR 39, Stuttgart-Fellbach ⁽¹⁾⁽¹¹⁾	Stuttgart	40.94		EUR	26,829.72	- 400.40
Grundstücks-, Vermögens- und Verwaltungs-GbR 40, Ludwigsburg »Am Schloßpark« ⁽¹⁾⁽¹¹⁾	Stuttgart	43.98		EUR	26,554.98	244.19
HAP Holding GmbH ⁽¹⁾	Dresden	50.00			n.a.	n.a.
INULA Grundstücks-Verwaltungsgesellschaft mbH & Co. KG ⁽¹¹⁾	Grünwald	80.00	18.25	EUR	- 31,100.36	3,212.04
Kiesel Finance GmbH & Co. KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Baierfurt	0.00	75.00	EUR	871.87	518.95
Kreditgarantiegemeinschaft in Baden-Württemberg Verwaltungs-GmbH ⁽¹¹⁾	Stuttgart	20.00		EUR	1,022.58	0.00
M Cap Finance Deutsche Mezzanine Fonds Zweite GmbH & Co. KG ⁽¹⁾⁽¹¹⁾	Leipzig	49.75		EUR	19,524.84	- 2,651.44
Mittelständische Beteiligungsgesellschaft Sachsen mbH ⁽¹¹⁾	Dresden	25.27		EUR	37,489.57	1,926.39
MOLWANKUM Vermietungsgesellschaft mbH & Co. Objekt Landkreis Hildburghausen KG ⁽¹¹⁾	Düsseldorf	94.00	49.00	EUR	- 1,178.15	426.67
Piller Entgrattechnik GmbH ⁽¹⁾⁽¹¹⁾	Ditzingen	35.00		EUR	5,228.20	1,620.69
Prime 2006-1 Funding L.P. ⁽¹⁰⁾⁽²¹⁾	St. Helier, Jersey	47.50		EUR	0.00	9,145.68
Rhenus Mobilien GmbH & Co KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Holzwickede	0.00	51.00	EUR	2,150.00	1,916.02
Rhenus Mobilien II GmbH & Co. KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Holzwickede	0.00	51.00	EUR	2,440.79	2,155.76
RESprotect GmbH ⁽¹⁾⁽⁹⁾	Dresden	32.80		EUR	- 1,307.98	- 125.33
Rhein-Neckar Wohnwerte Beteiligungs-Unternehmergesellschaft (haftungsbeschränkt) ⁽¹⁾⁽¹¹⁾	Heidelberg	33.33		EUR	- 1.78	- 0.71
Rhein-Neckar Wohnwerte Projekt-Unternehmergesellschaft (haftungsbeschränkt) & Co. KG ⁽¹⁾⁽¹¹⁾	Heidelberg	33.33		EUR	- 811.73	- 144.09
Ritterwand Metall-Systembau Beteiligungs GmbH ⁽¹⁾⁽¹¹⁾	Nufringen	49.97		EUR	8,022.89	1,056.37
SachsenFonds Immobilien GmbH ⁽¹⁾⁽¹¹⁾	Aschheim-Dornach	49.00		EUR	55.03	- 3.00
Siedlungswerk GmbH Wohnungs- und Städtebau ⁽¹¹⁾	Stuttgart	25.00		EUR	210,181.48	9,840.02
SL Mobilien-Leasing GmbH & Co. ENERCON KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Mannheim	0.00	80.00	EUR	35,878.29	2,649.57
SLB Leasing-Fonds GmbH & Co. Portos KG i.L. ⁽¹⁾⁽¹¹⁾	Pöcking	35.12		EUR	331.50	- 14.70
SLN Maschinen Leasing GmbH & Co. OHG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Stuttgart	0.00	75.00	EUR	- 557.72	- 196.05
SLP Mobilien-Leasing GmbH & Co. OHG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾	Mannheim	0.00	75.00	EUR	345.93	75.86
Stollmann Entwicklungs- und Vertriebs GmbH ⁽¹⁾⁽¹¹⁾	Hamburg-Bahrenfeld	29.00		EUR	1,028.46	- 786.82
svt Holding GmbH ⁽¹⁾⁽¹¹⁾	Seebet	25.00	27.78	EUR	11,415.25	1,608.73
TC Objekt Bonn Beteiligungs-GmbH ⁽¹⁾⁽⁷⁾	Soest	25.00		EUR	22.75	- 2.25
TC Objekt Darmstadt Beteiligungs-GmbH ⁽¹⁾⁽⁷⁾	Soest	25.00		EUR	22.87	- 2.13
TC Objekt Münster Nord Beteiligungs-GmbH ⁽¹⁾⁽⁷⁾	Soest	25.00		EUR	22.63	- 2.37
TC Objekt Münster Süd Beteiligungs-GmbH ⁽¹⁾⁽⁷⁾	Soest	25.00		EUR	22.55	- 2.45
Technologiegründerfonds Sachsen Holding GmbH & Co. KG ⁽¹⁾⁽¹¹⁾⁽²⁰⁾⁽²¹⁾	Leipzig	0.00	100.00	EUR	0.00	0.00
Technologiegründerfonds Sachsen Initiatoren GmbH & Co. KG ⁽¹⁾⁽¹¹⁾	Leipzig	25.00		EUR	2.05	- 0.19

Name	Place of business	Share of capital in %	Non-prop. voting rights in%	Currency	Equity EUR th.	Result EUR th.
Technologiegründerfonds Sachsen Management GmbH & Co. KG ^{1) 11)}	Leipzig	25.00		EUR	4.00	723.75
Technologiegründerfonds Sachsen Seed GmbH & Co. KG ^{1) 11) 20)}	Leipzig	3.34		EUR	4,151.76	- 3,605.74
Technologiegründerfonds Sachsen Start up GmbH & Co. KG ^{1) 11) 20)}	Leipzig	10.83		EUR	12,839.26	- 1,524.27
Wachstumsfonds Mittelstand Sachsen GmbH & Co. KG ^{1) 11)}	Leipzig	27.55		EUR	34,869.21	427.98
Wachstumsfonds Mittelstand Sachsen Initiatoren GmbH & Co. KG ^{1) 11)}	Leipzig	25.00		EUR	0.95	- 0.19
Wachstumsfonds Mittelstand Sachsen Management GmbH & Co. KG ^{1) 11)}	Leipzig	25.00		EUR	4.00	1,522.75
Wachstumsfonds Mittelstand Sachsen Plus GmbH & Co. KG ^{1) 11) 20)}	Leipzig	12.72	13.72	EUR	3,047.25	- 2,046.90
Wolff & Müller Wohnbau GmbH & Co. Objekt Fürth KG ^{11) 20)}	Pullach i. Isartal	5.00	25.00	EUR	- 1,353.10	120.50
yourTime Solutions GmbH i.L. ^{1) 11)}	Potsdam	20.11		EUR	0.00	- 1,317.00
III. Investments with a capital share of 20% and more						
Bürgschaftsbank Sachsen GmbH ¹¹⁾	Dresden	27.96	18.44	EUR	34,271.91	1,440.31
Candover 2001 GmbH & Co. KG i. L. ^{1) 15)}	Frankfurt am Main	25.64		EUR	680.97	2,062.14
GLB GmbH & Co. OHG ¹¹⁾	Frankfurt am Main	30.05		EUR	4,857.38	- 293.97
GLB-Verwaltungs-GmbH ¹¹⁾	Frankfurt am Main	30.00		EUR	44.85	2.73
Helmut Fischer GmbH i.L. ¹⁾	Talheim	48.35	0.00		n.a.	n.a.
Humboldt Multi Invest B S.C.A., SICAV-FIS ^{2) 17)}	Luxembourg, Luxembourg	99.99		EUR	6,928.35	- 165.43
Korin Grundstücksgesellschaft mbH & Co. Projekt 19 KG i.L. ^{17) 11)}	Grünwald	80.00	19.00	EUR	145.05	- 16.95
Paramount Group Real Estate Fund II, L.P. ^{1) 11)}	Wilmington, New Castle County, USA	29.13	28.29	USD	115,969.85	4,307.96
IV. Investments in major corporations with a share of voting rights of at least 5%						
Deutscher Sparkassen Verlag Gesellschaft mit beschränkter Haftung ¹¹⁾	Stuttgart	8.11		EUR	122,293.52	12,331.69
HSBC Trinkaus & Burkhardt AG ¹¹⁾	Düsseldorf	18.66		EUR	1,293,196.50	175,269.23
Imagelinx plc ^{1) 7)}	Kirkby-in-Ashfield, Great Britain	7.46		GBP	9,733.32	- 528.23
VITA 34 AG ^{1) 11)}	Leipzig	6.65		EUR	10,099.52	1,422.86

- 1) Held indirectly.
- 2) Including shares held indirectly.
- 3) A letter of comfort exists.
- 3a) A letter of comfort exists as long as LBBW holds 100% of shares.
- 3b) A letter of comfort exists on the part of a Group subsidiary.
- 4) A profit transfer and/or control agreement has been concluded with the company.
- 4a) A profit transfer and/or control agreement has been concluded with another company.
- 5) Data available only as at 31 December 2013 in accordance with IFRS.
- 6) Data available only as at 31 December 2010.
- 7) Data available only as at 31 December 2011.
- 8) Data available only as at 31 July 2012.
- 9) Data available only as at 31 December 2012.
- 10) Data available only as at 30 September 2013.
- 11) Data available only as at 31 December 2013.
- 12) Data available only as at 28 February 2014.
- 13) Data available only as at 31 March 2014.
- 14) Data available only as at 30 April 2014.
- 15) Data available only as at 13 June 2014.
- 16) Data available only as at 30 September 2014.
- 17) Data available only as at 31 July 2014.
- 18) Data available only as at 31 July 2013.
- 19) The capital and voting shares is limited to 40% due to the UBG status.
- 20) No list of shareholdings within the meaning of section 285 no. 11 HGB.
- 21) Is a structured unit in accordance with IFRS 12 at the same time.
- 22) Information on three companies was not provided due to banking secrecy

38. Positions held.

Offices held by legal representatives of LBBW (Bank) and members of the AidA Board of Managing Directors¹⁾ on statutory supervisory boards and similar supervisory bodies of large companies and major banks, as well as offices held by employees of LBBW (Bank) on statutory supervisory boards of large companies and banks are listed below:

Company	Position	Incumbent
AKA Ausfuhrkredit GmbH, Frankfurt am Main	Member of the Supervisory Board Deputy Member of the Supervisory Board	Joachim Landgraf Elvira Bergmann
B+S Card Service GmbH, Frankfurt am Main	Deputy Chairman of the Supervisory Board	Michael Horn
Bietigheimer Wohnbau GmbH, Bietigheim-Bissingen	Member of the Supervisory Board	Attila Tür
Boerse Stuttgart AG, Stuttgart	Member of the Supervisory Board	Ingo Mandt
Bürgschaftsbank Baden-Württemberg GmbH, Stuttgart	Member of the Supervisory Board	Jürgen Kugler
Bürgschaftsbank Sachsen GmbH, Dresden	Member of the Board of Directors	Oliver Fern since 21 January 2014
cellent AG, Stuttgart	Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board	Dr. Martin Setzer Eike Wahl Frank Hammann
Deutscher Sparkassenverlag GmbH, Stuttgart	Member of the Supervisory Board	Dr. Martin Setzer since 27 June 2014
Euwax AG, Stuttgart	Member of the Supervisory Board	Ingo Mandt
Grieshaber Logistik AG, Weingarten	Member of the Supervisory Board	Michael Horn
HERRENKNECHT Aktiengesellschaft, Schwanau	Chairman of the Supervisory Board	Hans-Jörg Vetter
HSBC Trinkaus & Burkhardt AG, Düsseldorf	Member of the Supervisory Board	Hans-Jörg Vetter
LBBW Asset Management Investmentgesellschaft mbH, Stuttgart	Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Member of the Supervisory Board Member of the Supervisory Board	Hans-Jörg Vetter Ingo Mandt since 06 March 2014 Helmut Dohmen Norwin Graf Leutrum von Ertingen
LBBW (Schweiz) AG, Zurich	Chairman of the Board of Directors	Dr. Peter M. Haid
LHI Leasing GmbH, Pullach	Chairman of the Supervisory Board Member of the Supervisory Board Member of the Supervisory Board	Hans-Jörg Vetter Ingo Mandt Karl Manfred Lochner
MKB Mittelrheinische Bank GmbH, Koblenz	Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Member of the Supervisory Board	Karl Manfred Lochner Volker Wirth Peter Hähner
MMV-Leasing GmbH, Koblenz	Chairman of the Advisory Board Deputy Chairman of the Advisory Board Member of the Advisory Board	Karl Manfred Lochner Volker Wirth Peter Hähner
Progress-Werke Oberkirch AG, Oberkirch	Member of the Supervisory Board	Dr. Georg Hengstberger
Schlossgartenbau AG, Stuttgart	Deputy Chairman of the Supervisory Board	Dieter Hildebrand
Siedlungswerk GmbH Wohnungs- und Städtebau, Stuttgart	Deputy Chairman of the Supervisory Board Member of the Supervisory Board Member of the Supervisory Board	Michael Horn Thorsten Schönenberger Thomas Christian Schulz
Stadtwerke Mainz Aktiengesellschaft, Mainz	Member of the Supervisory Board	Hannsgeorg Schöning
SüdFactoring GmbH, Stuttgart	Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Member of the Supervisory Board	Karl Manfred Lochner Volker Wirth Norwin Graf Leutrum von Ertingen
SüdLeasing GmbH, Stuttgart	Chairman of the Supervisory Board Deputy Chairman of the Supervisory Board Member of the Supervisory Board	Karl Manfred Lochner Volker Wirth Norwin Graf Leutrum von Ertingen
Vorarlberger Landes- und Hypothekenbank AG, Bregenz	Member of the Supervisory Board	Michael Horn
VPV Lebensversicherungs-Aktiengesellschaft, Stuttgart	Member of the Supervisory Board	Claudia Diem

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

39. Employees (annual averages).

	2014			2013		
	Male	Female	Total	Male	Female	Total
German headquarters/ regional offices	4,216	4,723	8,939	4,307	4,745	9,052
Company officers	246	26	272	245	21	266
Other staff	3,970	4,697	8,667	4,062	4,724	8,786
Foreign branches	125	97	222	107	76	183
Company officers	2	0	2	3	0	3
Other staff	123	97	220	104	76	180
Representative offices	24	15	39	22	14	36
Company officers	2	0	2	1	0	1
Other staff	22	15	37	21	14	35
LBBW (Bank) total	4,365	4,835	9,200	4,436	4,835	9,271
For information purposes:						
Trainees	254	183	437	262	185	447

40. Total remuneration of the executive bodies.

In 2014, total remuneration for the Board of Managing Directors came to EUR 6 million (2013: EUR 5 million). Former members of the Board of Managing Directors and their surviving dependants received EUR 11 million in 2014 (2013: 11 million). The Supervisory Board received fixed remuneration (including fees per meeting) of EUR 1 million in 2014 (2013: EUR 1 million).

Provisions for pensions for former members of the Board of Managing Directors and their surviving dependants were formed for an amount of EUR 126 million (2013: EUR 128 million).

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

As at 31 December 2014, loans granted to members of the Board of Managing Directors and members of the Supervisory Board came to EUR 2 million (2013: EUR 3 million), with the Board of Managing Directors accounting for EUR 73,000 (2013: EUR 85,000). In addition, as in the previous year a guarantee in the amount of EUR 800,000 is currently in place for a member of the Supervisory Board. Furthermore, a guarantee commitment to a member of the Board of Managing Directors totals EUR 13,000.

No advances were made to members of the Board of Managing Directors in 2014 (2013: EUR 2,000). No advances were made either to members of the Supervisory Board as at the balance sheet date.

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

Board of Managing Directors.

Chairman.

HANS-JÖRG VETTER

Deputy Chairman.

MICHAEL HORN

Members.

KARL MANFRED LOCHNER

INGO MANDT

DR. MARTIN SETZER
as of 1 Jan. 2014

**ALEXANDER FREIHERR VON USLAR-
GLEICHEN**
as of 1 October 2014

VOLKER WIRTH
as of 1 Jan. 2014

Supervisory Board.

Chairman.

HANS WAGENER
Auditor, tax consultant

Deputy Chairman.

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

Members.

HANS BAUER
Employee Representative of Landesbank
Baden-Württemberg

CARSTEN CLAUS
Chairman of the Board of Managing
Directors of Kreissparkasse Böblingen

HARALD COBLENZ
Employee Representative of Landesbank
Baden-Württemberg

WOLFGANG DIETZ
Lord Mayor of the town
of Weil am Rhein

WALTER FRÖSCHLE
Employee Representative of Landesbank
Baden-Württemberg

HELMUT HIMMELSBACH
Retired Lord Mayor

**PROF. DR. SC. TECHN.
DIETER HUNDT**
until 9 May 2014
Chairman of the Supervisory Board of
Allgaier Werke GmbH

JENS JUNGBAUER
Employee Representative of Landesbank
Baden-Württemberg

BETTINA KIES-HARTMANN
Employee Representative of Landesbank
Baden-Württemberg

FRITZ KUHN
Lord Mayor of the State Capital Stuttgart

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

GÜNTHER NOLLERT
Employee Representative of Landesbank
Baden-Württemberg

DR. FRITZ OESTERLE
Attorney at law, law firm Oesterle

MARTIN PETERS
Managing Partner of Eberspächer Group

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

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

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

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

DR. JUTTA STUIBLE-TREDER
from 9 May 2014
Managing Partner of EversheimStuible
Treuberater GmbH

NORBERT ZIPF
Employee Representative of Landesbank
Baden-Württemberg

Responsibility statement.

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

Stuttgart, Karlsruhe, Mannheim and Mainz, 5 March 2015

The Board of Managing Directors



HANS-JÖRG VETTER
Chairman



MICHAEL HORN
Deputy Chairman



KARL MANFRED LOCHNER




INGO MANDT



DR. MARTIN SETZER



ALEXANDER FREIHERR VON USLAR-GLEICHEN



VOLKER WIRTH

Auditor's Report.

We have audited the annual financial statements, comprising the balance sheet, the income statement and the notes to the financial statements, together with the bookkeeping system and its report on the position of the Company and the Group («combined management report») prepared by the Landesbank Baden-Württemberg, Stuttgart, Karlsruhe, Mannheim, and Mainz for the business year from 1 January to 31 December 2014. The maintenance of the books and records and the preparation of the annual financial statements and combined management report in accordance with German commercial law are the responsibility of the Company's management. Our responsibility is to express an opinion on the annual financial statements, together with the bookkeeping system, and the combined management report based on our audit.

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

Our audit has not led to any reservations.

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

Stuttgart, 12 March 2015

KPMG AG
Wirtschaftsprüfungsgesellschaft

KOCHOLL
Wirtschaftsprüfer

EISELE
Wirtschaftsprüfer

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