

LANDSHYPOTEK AB

INTERIM REPORT JANUARY – SEPTEMBER

2011 # 3

- **OPERATING PROFIT EXCLUDING "NET RESULT OF FINANCIAL TRANSACTIONS" FOR THE FIRST NINE MONTHS OF 2011 AMOUNTED TO MSEK 446.9 (279.7)**

The improvement in profit was attributable to the sale of an operating property (just over MSEK 230) and higher net interest income of MSEK 11.4 to MSEK 350.9 compared to previous year (339.5).

- **THE VOLUME OF LOANS OUTSTANDING AMOUNTED TO MSEK 54,464 (50,779)**

Loans outstanding have increased MSEK 2,691 (5.2 percent) in 2011 to MSEK 54,464. Demand for credit from Sweden's farmers and foresters is lower than in 2010 in parallel with Landshypotek experiencing stiffer market competition.

- **LOAN LOSS RATE 0.00 PERCENT (0.00)**

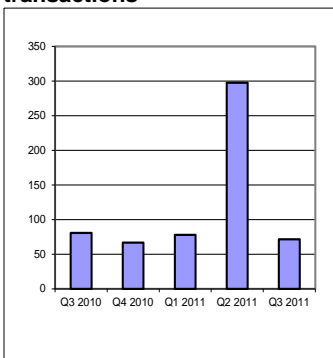
Loan losses for the first six months amounted to MSEK 0.6, corresponding to 0.00 percent of loans outstanding.

- **CAPITAL ADEQUACY WAS 38.7 PERCENT; TIER 1 CAPITAL ADEQUACY WAS 34.1 PERCENT ACCORDING TO BASEL II RULES**

Landshypotek AB

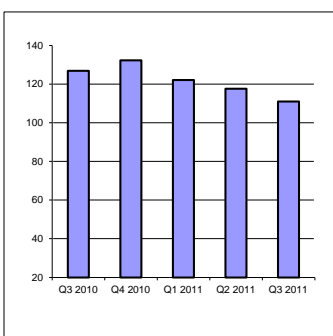
Landshypotek AB (corporate registration number 556500-2762) hereby submits its interim report for the period 1 January – 30 September 2011.

Operating profit excluding "Net result of financial transactions"



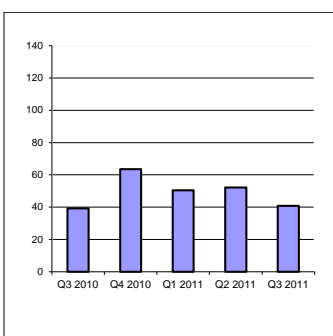
Operating profit for the third quarter excluding "Net result of financial transactions" amounted to MSEK 71.5; for the first nine months of 2011, the operating profit was MSEK 446.9.

Net interest income



Net interest income for the third quarter totalled MSEK 111.1; for the first nine months of 2011, net interest income was MSEK 350.9.

Costs



In the third quarter, costs totalled MSEK 40.8; in the first nine months of 2011, costs were MSEK 143.3. An increase of MSEK 5.7 compared with the preceding year.

Landshypotek offers Sweden's farm and forest owners financing in the form of first mortgage loans. With loans outstanding of just over SEK 54 billion, Landshypotek is the market leader, accounting for approximately 30 percent of the market. Since Landshypotek's lending is characterised by adequate property security, loan losses have been very low. Landshypotek AB customers are members of Landshypotek, ekonomisk förening (incorporated association). Landshypotek aims to provide advantageous financing terms to Sweden's farm and forest owners. Landshypotek has just over 110 employees at some 20 locations in Sweden.

Operating profit 2011

Summary of income statement

Milion SEK	2011	2010
	Jan - Sep	Jan - Sep
Net interest income	350.9	339.5
Interest rate margin	0.89%	0.93%
Other operating income	208.9	103.8
of which "Net result of financial transactions"	-31.1	24.3
Expenses	-143.3	-137.6
Expense level, %	0.4	0.39
Loan losses, net	-0.6	-1.8
Loan loss level, %	0.00%	0.00%
Operating profit	415.8	304
Operating profit not including "Net result of financial transactions"	446.9	279.7

Consolidated operating profit for the first nine months of 2011 amounted to MSEK 415.8, a year-on-year increase of MSEK 111.8 compared with 2010 (MSEK 304.0). Excluding "Net result of financial transactions," operating profit totalled MSEK 446.9 (279.7). The improvement in profit was primarily attributable to a capital gain of just over MSEK 230 from the sale of an operating property during the second quarter and higher net interest income. Tax for the year is positively impacted by the reversal of deferred tax liabilities attributable to the sale of the operating property in an amount of about MSEK 40.

Since Parent Company profit accounted for slightly more than 90 percent of consolidated profit, the comments below also apply to the Parent Company.

Net interest income

Net interest income for the first nine months of 2011 amounted to MSEK 350.9, an increase of MSEK 11.4 compared with 2010 (339.5). The improvement in profit was primarily attributable to increased lending. Margins between deposit and borrowing interest rates have been relatively unchanged during 2011 compared with the corresponding period in 2010.

Other operating income

Operating income excluding net interest income amounted to MSEK 208.9 for the period January – September, an increase of MSEK 105.1 compared with the year earlier period.

The increase was primarily attributable to the recognition by Landshypotek of a capital gain of just over MSEK 230 from the sale of an operating property in the second quarter of 2011. In the corresponding period in 2010, two operating properties were sold with a combined capital gain of MSEK 68. Further explanation for the change in other income was the reduction in "Net result of financial transactions" of MSEK 55.4 compared with the year-earlier period. In 2011, "Net result of financial transactions" amounted to negative MSEK 31.1 compared with positive MSEK 24.3 in 2010. Of the negative MSEK 31.1, negative MSEK 48.4 is attributable to unrealised result and positive MSEK 17.3 to realised result. The "net result of financial transactions" includes the realised result of purchases and sales of financial instruments and the result of repurchases of own bonds. This item also includes the result of revaluations of financial instruments. To gain an understanding of the total effect of market valuations, those revaluations that are recognised directly in equity capital must also be taken into consideration. Revaluation of financial instruments in equity amounted net of tax to MSEK 133.6 in the first nine months of 2011.

Furthermore, during the first nine months of 2011, fees to the Swedish National Debt Office's stabilisation fund were charged to commission expenses in an amount of MSEK 16.3, the corresponding item for the same period in 2010 was MSEK 17.7.

Costs

Costs for the first nine months of 2011 amounted to MSEK 143.3 (137.6). The cost increase of MSEK 5.7 was attributable to higher general administration costs, primarily higher IT costs and higher costs for services purchased subsequent to the ongoing implementation of a new bank system.

Loan losses and doubtful credits

Loan losses for the first nine months of 2011 amounted to MSEK 0.6 (1.8). Write-offs of confirmed losses amounted to MSEK 5.6 (2.0). Provisions for probable loan losses during the period amounted to MSEK 10.7 (7.8). Recoveries of previously confirmed losses, or previously doubtful credits, amounted to MSEK 15.7 (5.0).

At 30 September 2011, doubtful credits amounted to MSEK 14.3, corresponding to 0.03 percent of loans outstanding. At 30 September 2010, doubtful credits amounted to MSEK 13.7, corresponding to 0.03 percent of loans outstanding.

Comparison with the second quarter of 2011

Compared with the second quarter, operating profit for the third quarter declined by MSEK 229.5. The decline in earnings was primarily attributable to a capital gain from the sale of an operating property in the second quarter of approximately MSEK 230, and a reduction in “Net result of financial transactions” from negative MSEK 0.6 to negative MSEK 4.1.

Market overview

Market trend

Profitability in forest and agriculture has generally been stable in 2011. The price trends in beef and grain production were positive in 2010 after two years of declining profitability and have remained stable in 2011. Market disequilibrium in the dairy market has led to a lowered milk settlement price and thus eroded the profitability of dairy farmers. The profitability of pork production remains weak and the profitability of forestry has remained stable in 2011. Demand for timber and pulpwood remained strong and prices were relatively unchanged in the first nine months of the year after the price rises in 2010. However, prices for pulpwood have experienced a decline in the third quarter of 2011.

The price of agricultural and forestry properties has remained unchanged in 2011. Prices for prime arable land continue to rise while a slight decline can be noted for land in less favourable locations and for smaller farms located far from urban areas.

Landshypotek’s development

Landshypotek increased its net lending by SEK 2.7 billion during the year, corresponding to lending growth of 5.2 percent, compared with 9.3 percent in the first nine months of 2010. During the year, demand for credit from Sweden’s forestry and agriculture sector weakened somewhat, from earlier high levels, primarily attributable to relatively low new investment in production facilities.

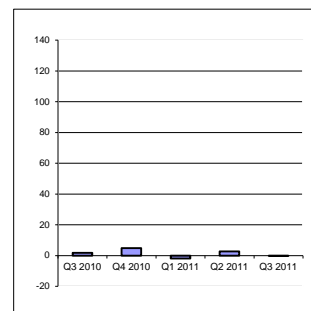
Financing

Borrowing

Landshypotek aims to borrow funds on the best possible terms, given a low risk profile. By operating with considerable flexibility in terms of markets and instruments, financing is obtained in an efficient manner and on the best possible terms. Landshypotek utilises several borrowing programmes in both the domestic and international markets, which allows the Company to meet most investors’ needs for investments in interest-bearing instruments.

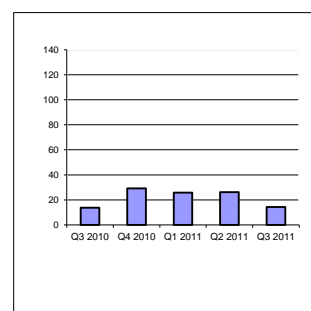
During the year, Landshypotek’s primary source of financing comprised covered bonds and senior bonds. Covered bonds were issued in an amount of approximately SEK 12.0 billion and senior bonds were issued in an amount of SEK 5.0 billion. Despite market turbulence during the year, Landshypotek has succeeded well in its funding and the demand for Landshypotek bonds has been good.

Loan losses



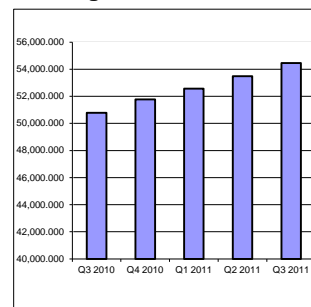
Loan losses for the third quarter of 2011 amounted to MSEK 0.2 and for the first nine months totalled MSEK 0.6.

Doubtful credits



Doubtful credits declined during the third quarter and amounted to MSEK 14.3 at 30 September 2011.

Lending volume



Landshypotek’s lending rose 1.8% to SEK 54.5 billion in the third quarter of 2011.

Programme	Issued 30-09-2011	Maximum amount	Issued 31-12-2010
Swedish commercial paper	3,600	10,000	2,350
MTN programme	34,280	50,000	38,508
EMTN programme	20,946	3 500 EUR	15,126
RCB	3,551		2,996
Other bonds	0		15
Subordinated loans	550		550

Liquidity

Landshypotek has accumulated a relatively substantial portfolio of interest-bearing securities, valued at SEK 13.2 billion at 30 September 2011. The portfolio primarily comprises Swedish covered bonds with the highest credit rating and to a certain extent bonds issued by Swedish municipalities. The objective is for the holdings of interest-bearing securities to constitute a liquidity portfolio. Securities can be sold or borrowed against, as required, to manage the financing of maturing debt.

At 30 September 2011, the portfolio was 1.8 times larger than market financing maturing in the next six months, which represents an increase compared with 30 September 2010 (1.1).

Rating

Landshypotek's rating remained unchanged in 2011. In February, Landshypotek received confirmation of the rating A+, FI from Fitch with stable prospects. In February, Landshypotek also received confirmation from S & P of the AAA credit rating with stable prospects for its covered bonds. In June, Landshypotek received confirmation of the rating A- and A3 with stable prospects from S & P and Moody's.

	Long	Short
S&P		
Covered bonds	AAA	
S&P	A-	A2, K1
Fitch	A+	F1
Moody's	A3	P2

Capital adequacy

SEK thousand	Financial Corporate Group * 30-09-2011	
	Basel II	Transitional rules
Tier 1 capital	3,711,412	3,711,412
Tier 2 capital	505,264	505,264
Capital base (after deductions)	4,216,676	4,216,676
Deduction for deferred tax assets	-4,273	0
Deduction in accordance with Chapter 3, Section 8 of the Swedish Capital Adequacy and Large Exposures Act	-89,384	0
Capital requirement for credit risks in accordance with the standard method	447,412	447,412
Capital requirement for credit risks in accordance with IRB	364,034	364,034
Capital requirement for operative risks - Base method	60,210	60,210
Additional capital requirement in accordance with the transitional rules	-	2,751,055
Capital requirement	871,656	3,622,711
Capital adequacy ratio	4.84	1.16
Capital adequacy	38.7%	9.3%
Tier 1 capital adequacy	34.1%	8.2%

At 30 September 2011, the capital base amounted to MSEK 4,217.

At 30 September 2011, the capital requirement according to Basel II amounted to MSEK 872.

The capital requirement is calculated as a minimum capital requirement based on credit, market and operating risks (Pillar I).

The capital adequacy ratio in accordance with Basel II amounted to 4.84.

In addition to the minimum capital requirement, each institution must also conduct an internal capital assessment. This assessment must take all risks into account as well as the capital requirement. The supervisory authorities expect institutions to maintain a higher capital base than required by the formal minimum capital requirement.

* The Financial Corporate Group includes Landshypotek, ekonomisk förening (incorporated association) and Landshypotek AB Group.

The intention was for the Basel II capital adequacy rules to be fully implemented by 1 January 2010. This transition to Basel II was preceded by transitional rules that have applied for three years. Application of the transitional rules has now been extended. According to the transitional rules, Landshypotek has a capital adequacy ratio of 1.16.

Risk and capital management

Landshypotek lends slightly more than SEK 53 billion to approximately 50,000 customers against collateral in the form of liens on farm properties. Lending is secured by collateral in forest and agricultural properties, which may amount to a maximum of 75 percent of a conservatively adjusted market value (loan value) at the time of lending. Together with Landshypotek's methods for assessing and limiting counterparty risk, this has resulted in a highly limited risk in the portfolio, as reflected in the Company's very low loan losses over time.

Landshypotek AB is owned by the Parent Company of the financial corporate group, Landshypotek, ekonomisk förening (incorporated association), which is a member-owned organisation. The financial corporate group has shareholders' equity amounting to MSEK 3,835 and a capital base of MSEK 4,217. The capital adequacy ratio is 4.84, corresponding to capital adequacy of 38.7 percent, and the Tier 1 capital ratio is 34.1 percent according to the Basel II rules.

The risks on which Landshypotek actively focuses its efforts are classified in the risk categories of credit risk, market risk, operating risks and other risks.

The capital requirement for credit risk is primarily quantified through the risk weight formulas stipulated in Pillar I (IRB approach for the retail portfolio). For its credit risk, Landshypotek established a capital requirement that exceeds the capital adequacy requirement calculated in Pillar I. The numerous private individuals living in rural areas provide Landshypotek with favourable sector diversification. Landshypotek is also well diversified from a regional perspective.

Market risk comprises interest-rate risks, exchange-rate risks, liquidity risks and counterparty risks. Through its financial risk policy, the Board of Directors establishes how risks are to be measured, reported and limited. Landshypotek is exposed to a generally low market risk.

Operating risk is defined as "the risk of losses as a result of inappropriate or failed internal processes, human error, faulty systems or external events that affect business operations." Incidents that occur are reported and followed up by Landshypotek's risk organisation and reported to the Board of Directors in the case of serious events.

Events after the end of the period under review

There are no events of material significance that occurred after the end of the reporting period.

Stockholm, 27 October 2011

Kjell Hedman, Managing Director

This Interim Report covers the Group comprising Landshypotek AB, subsidiaries Lanbrukskredit AB and Landshypotek Jordbrukskredit AB. The General Mortgage Bank of Sweden has been wound up. Landshypotek AB is reported separately. Amounts in parentheses refer to the corresponding period in the preceding year. This Interim Report has been prepared in accordance with IAS 34 Interim Financial Reporting. Amendments have been introduced in IAS 34 and these entered force on 1 January 2011. The changes provide guidance on the application of disclosure policies under IAS 34 and provide additional disclosure requirements including: The circumstances likely to affect fair values of financial instruments and their classification, Transfers of financial instruments between different levels of the fair value hierarchy and Changes in classification of financial assets. The amendments in IAS 34 have had no impact on Landshypotek's interim report January – September 2011. The accounting policies applied in this Interim Report are unchanged compared to those applied in the most recent Annual Report aside from the calculation of taxes. The interim report utilizes the standardized method for the calculation of corporation tax. However, tax-free capital gains from the sale of real-estate have been excluded when calculating taxes.

Income statement

GROUP

SEK thousand	2011 Q3	2010 Q3	2011 Q2	2011 Full year	2010 Jan - Sep	2010 Full year
Interest income	653,276	433,405	615,066	1,815,934	1,244,652	1,719,141
Interest expense	-542,231	-306,555	-497,447	-1,465,077	-905,140	-1,247,307
Net interest income <i>Note 1</i>	111,045	126,850	117,619	350,857	339,512	471,834
Dividend income	0	0	0	0	0	0
Commission income	4,709	2,673	3,298	11,342	8,231	11,529
Commission expense	-5,522	-17,798	-5,894	-16,543	-18,026	-20,620
Net result of financial transactions	-4,073	15,602	-569	-31,100	24,286	4,219
Other operating income	1,931	9,979	237,079	245,199	89,327	91,374
Total operating income	108,090	137,306	351,533	559,755	443,330	558,336
General administrative expense	-37,103	-32,153	-44,205	-123,489	-115,151	-169,754
Depreciation, amortisation and impairment of intangible non-current assets	-435	-2,382	-1,874	-4,904	-7,097	-10,658
Other operating expenses	-3,301	-4,705	-5,945	-14,920	-15,308	-20,613
Total expenses before loan losses	-40,838	-39,240	-52,025	-143,312	-137,556	-201,025
Profit before loan losses	67,252	98,066	299,508	416,443	305,774	357,311
Loan losses, net Impairment of financial assets	228	-1,826	-2,707	-613	-1,767	-6,662
Operating profit	67,480	96,240	296,802	415,830	304,007	350,649
Income tax	-17,666	-6,909	27,315	-3,625	-62,103	-76,908
Net profit for the period	49,814	89,331	324,117	412,205	241,904	273,741

Statement of comprehensive income

GROUP

SEK thousand	2011 Q3	2010 Q3	2011 Q2	2011 Full year	2010 Jan - Sep	2010 Full year
Net profit for the period	49,814	89,331	324,117	412,205	241,904	273,741
Other comprehensive profit and loss						
Change in instruments for cash flow hedges	-55,588	8,123	-15,059	-54,062	42,662	68,098
Change in available-for-sale financial instruments	129,660	-38,047	75,015	181,335	-98,210	-291,379
Taxes related to other comprehensive income loss	-19,482	7,855	-15,768	-33,473	14,610	58,723
Total other comprehensive profit and loss	54,590	-22,069	44,188	93,800	-40,938	-164,558
Total comprehensive profit for the period	104,404	67,262	368,305	506,005	200,966	109,183

Income statement

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	2011 Q3	2010 Q3	2011 Q2	2011 Full year	2010 Jan - Sep	2010 Full year
Interest income	649,126	430,615	611,322	1,804,433	1,236,667	1,707,860
Interest expense	-544,314	-307,136	-499,329	-1,470,396	-906,417	-1,249,517
Net interest income <i>Note 1</i>	104,812	123,479	111,993	334,037	330,250	458,343
Dividend income	0	0	0	0	0	0
Commission income	4,650	2,566	2,937	10,813	7,958	11,106
Commission expense	-5,523	-17,798	-5,893	-16,543	-18,021	-20,615
Net result of financial transactions	-4,073	15,602	-569	-31,100	24,286	4,219
Other operating income	1,311	9,979	237,078	244,577	91,365	93,413
Total operating income	101,178	133,828	345,547	541,785	435,838	546,466
General administrative expense	-39,417	-33,598	-46,176	-129,687	-118,621	-179,002
Depreciation, amortisation and impairment of intangible non-current assets	-435	-2,382	-1,874	-4,904	-7,097	-10,658
Other operating expenses	-3,293	-4,706	-5,942	-14,906	-15,298	-20,384
Total expenses before loan losses	-43,145	-40,686	-53,992	-149,497	-141,016	-210,044
Profit before loan losses	58,034	93,142	291,555	392,289	294,822	336,422
Loan losses, net <i>Note 2</i>	1,164	-1,829	-1,824	1,199	-1,775	-5,638
Impairment of financial assets						
Operating profit	59,198	91,313	289,731	393,488	293,047	330,784
Income tax	-15,488	-5,625	29,176	2,252	-58,680	-69,621
Net profit for the period	43,710	85,688	318,907	395,740	234,367	261,163

Statement of comprehensive income

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	2011 Q3	2010 Q3	2011 Q2	2011 Full year	2010 Jan - Sep	2010 Full year
Net profit for the period	43,710	85,688	318,907	395,740	234,367	261,163
Other comprehensive profit and loss						
Change in instruments for cash flow hedges	-55,588	8,123	16,585	-54,062	42,662	68,098
Change in available-for-sale financial instruments	129,660	-38,047	-23,340	181,335	-98,210	-291,379
Taxes related to other comprehensive profit and loss	-19,482	7,855	1,777	-33,473	14,610	58,723
Total other comprehensive profit and loss	54,590	-22,069	-4,978	93,800	-40,938	-164,558
Total comprehensive profit for the period	98,300	63,619	313,929	489,540	193,429	96,605

Balance sheet

SEK Thousand	GROUP				PARENT COMPANY			
	2011 30-Sep	2011 30-Jun	2010 31-Dec	2010 30-Sep	2011 30-Sep	2011 30-Jun	2010 31-Dec	2010 30-Sep
ASSETS								
Cash and balances with central banks	6,707	7,218	5,393	3,937	6,707	7,218	5,393	3,937
Due from financial institutions	47,031	662,477	216,144	643,815	50,163	661,716	201,416	646,123
Loans to customers	Note 3 54,464,195	53,479,114	51,773,034	50,779,091	54,162,247	53,191,540	51,457,391	50,459,326
Bonds and other interest-bearing securities	13,185,543	13,091,422	10,975,059	10,591,600	13,185,543	13,091,422	10,975,059	10,591,600
Derivative financial instruments	425,610	56,344	80,321	-144,648	425,610	56,344	80,321	-144,648
Shares	1	1	1	1	0	0	0	0
Shares in Group companies	0	0	0	0	514,827	514,827	514,827	514,827
Intangible non-current assets	0	0	0	0	0	0	0	0
Tangible assets					0	0	0	0
Equipment	1,764	2,036	2,601	2,655	1,764	2,036	2,601	2,655
Buildings and land	26,139	16,173	348,929	314,556	26,139	16,160	348,917	314,543
Other assets	291,249	472,154	96,875	757,453	274,802	452,563	76,274	732,788
Prepaid expenses and accrued income	893,738	678,956	662,497	583,081	892,074	677,727	661,732	582,450
TOTAL ASSETS	69,341,978	68,465,893	64,160,854	63,531,541	69,539,877	68,671,552	64,323,930	63,703,601
LIABILITIES, PROVISIONS AND EQUITY								
Due to financial institutions	312,743	545,946	83,962	2,796,526	630,743	877,946	371,722	3,094,286
Borrowing from the public	113,329	149,256	105,000	112,000	113,329	149,256	105,000	112,000
Debt securities in issue, etc.	63,077,098	62,253,704	58,413,189	55,542,789	63,077,098	62,253,704	58,413,189	55,542,789
Derivative financial instruments	197,589	244,705	606,683	153,749	197,589	244,705	606,683	153,749
Other liabilities	142,185	140,542	150,218	39,961	138,348	126,293	141,480	30,307
Accrued expenses and prepaid income	1,064,504	799,683	823,004	708,647	1,065,955	801,068	823,723	709,101
Provisions	23,950	25,817	74,232	107,064	4,263	4,263	48,944	76,901
Subordinated liabilities	549,956	549,988	549,949	549,956	549,956	549,988	549,949	549,956
TOTAL LIABILITIES	65,481,354	64,709,641	60,806,237	60,010,692	65,777,281	65,007,223	61,060,690	60,269,089
Untaxed reserves	0							
Equity	3,860,623	3,756,251	3,354,618	3,520,849	3,762,596	3,664,327	3,263,240	3,434,512
TOTAL LIABILITIES, PROVISIONS AND EQUITY	69,341,978	68,465,893	64,160,854	63,531,541	69,539,877	68,671,552	64,323,930	63,703,601

Cash-Flow analysis

SEK thousand	GROUP			PARENT COMPANY		
	2011 Q3	2010 Q3	2010 Full Year	2011 Q3	2010 Q3	2010 Full Year
Cash and cash equivalents beginning of period	5,393	8,946	8,946	5,393	8,946	8,946
Cash flow from operating activities	-317,416	179,697	-180,903	-317,404	196,037	-164,562
Cash flow from investing activities	318,723	15,282	-22,599	318,711	-1,058	-38,940
Cash flow from financing activities	7	-199,988	199,949	7	-199,988	199,949
Cash flow for the period	1,314	-5,009	-3,553	1,314	-5,009	-3,553
Cash and cash equivalents at end of period	6,707	3,937	5,393	6,707	3,937	5,393

Changes in shareholders' equity

GROUP

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Retained earnings	Total
Equity 31 December 2010	1,927,000	1,026,254	-166	-67,757	469,287	3,354,617
Net profit for the period			-39,843	133,645	412,205	506,007
Total change before transactions with the owners	0	0	-39,843	133,645	412,205	506,007

Other						0
Equity 30 September 2011	1,927,000	1,026,254	-40,009	65,888	881,492	3,860,623

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Retained earnings	Total
Equity 31 December 2009	1,927,000	1,026,254	-50,355	146,990	269,955	3,319,844
Net profit for the period			31,481	-72,380	241,904	201,005
Total change before transactions with the owners	0	0	31,481	-72,380	241,904	201,005

Dividend/group contribution rendered						0
Taxes on group contribution rendered						0
Equity 30 September 2010	1,927,000	1,026,254	-18,874	74,610	511,859	3,520,849

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Retained earnings	Total
Equity 31 December 2010	1,927,000	1,010,000	-166	-67,757	394,163	3,263,240
Capital gain due to liquidation of subsidiary		6,694			3,122	9,816
Net profit for the period			-39,843	133,645	395,740	489,542
Total change before transactions with the owners	0	6,694	-39,843	133,645	398,862	499,358

Other					32	0
Equity 30 September 2011	1,927,000	1,016,694	-40,009	65,888	793,057	3,762,596

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Retained earnings	Total
Equity 31 December 2009	1,927,000	1,010,000	-50,355	146,990	207,409	3,241,044
Net profit for the period			31,481	-72,380	234,367	193,468
Total change before transactions with the owners	0	0	31,481	-72,380	234,367	193,468

Dividend/group contribution rendered						0
Taxes on group contribution rendered						0
Equity 30 September 2010	1,927,000	1,010,000	-18,874	74,610	441,775	3,434,512

Notes

NOTE 1 NET INTEREST INCOME

GROUP

TSEK	2011 Q3	2010 Q3	2011 Q2	2011 Full year	2010 Jan - Sep	2010 Full year
Interest income						
Interest income on loans to credit institutions	324	137	280	868	238	563
Interest income on loans to Group companies	0	0	0	0	0	0
Interest income on loans to customers	557,911	344,764	523,004	1,546,982	964,276	1,363,083
- less interest losses	-626	-305	-56	-775	-1,357	-2,081
Interest income on interest-bearing securities	95,660	88,811	91,831	268,839	281,493	357,565
- of which interest income on financial assets values at fair value in the income statement	26,505	31,114	9,019	66,772	85,133	111,627
- of which interest income on available-for-sale financial assets	69,155	57,697	82,812	202,067	263,624	245,938
Other interest income	7	-2	8	20	2	11
Total	653,276	433,405	615,067	1,815,934	1,244,652	1,719,141
All interest income is attributable to the Swedish market.						
Interest expense						
Interest expense for liabilities to Group companies	-339	-207	-492	-1,246	-316	-624
Interest expense for liabilities to credit institutions - other	-1,903	-5,251	-2,025	-5,958	-14,553	-20,766
interest expense for borrowing from the public	0	0	0	0	0	0
Interest expense for interest-bearing securities	-526,573	-339,550	-481,149	-1,451,173	-1,003,581	-1,381,627
- of which interest expense for other financial liabilities	-133,463	-66,883	-128,100	-409,778	-566,797	-295,117
- of which interest expense on financial assets valued at fair value in the income statement	-393,110	-272,667	-353,049	-1,041,395	436,784	-1,086,510
Interest expense on subordinated liabilities	-4,761	-3,246	-4,720	-13,762	-5,266	-8,981
Interest expense for derivative instruments	-5,115	41,886	-8,657	11,129	122,410	169,102
- of which interest expense on derivatives valued at fair value in the income statement	-1,233	27,266	-4,864	17,925	92,113	203,008
- of which interest expense on derivatives indentified as hedging instruments	-3,882	14,620	-3,793	-6,796	30,297	-33,906
Other interest expense	-3,540	-187	-405	-4,067	-3,834	-4,411
Total	-542,231	-306,555	-497,448	-1,465,077	-905,140	-1,247,307
Total net interest income	111,045	126,850	117,619	350,857	339,512	471,834

LANDSHYPOTEK AB PARENT COMPANY

TSEK	2011 Q3	2010 Q3	2011 Q2	2011 Full year	2010 Jan - Sep	2010 Full year
Interest income						
Interest income on loans to credit institutions	302	134	243	776	233	545
Interest income on loans to Group companies	49	4	8	66	34	53
Interest income on loans to customers	553,719	341,972	519,272	1,535,479	956,261	1,351,771
- less interest losses	-604	-305	-32	-727	-1,357	-2,081
Interest income on interest-bearing securities	95,660	88,811	91,831	268,839	281,493	357,565
- of which interest income on financial assets values at fair value in the income statement	26,505	31,114	9,019	66,772	85,133	111,627
- of which interest income on available-for-sale financial assets	69,155	57,697	82,812	202,067	196,360	245,938
Other interest income	0	-1	0	0	3	7
Total	649,126	430,615	611,322	1,804,433	1,236,667	1,707,860
All interest income is attributable to the Swedish market.						
Interest expense						
Interest expense for liabilities to Group companies	-2,422	-787	-2,373	-6,565	-1,600	-2,841
Interest expense for liabilities to credit institutions - other	-1,903	-5,251	-2,025	-5,958	-14,553	-20,767
interest expense for borrowing from the public	0	0	0	0	0	0
Interest expense for interest-bearing securities	-526,574	-339,550	-481,149	-1,451,174	-1,003,581	-1,381,627
- of which interest expense for other financial liabilities	-133,463	-402,680	-128,100	-409,778	-566,797	-295,117
- of which interest expense on financial assets valued at fair value in the income statement	-393,110	-63,130	-353,049	-1,041,395	-436,784	-1,086,510
Interest expense on subordinated liabilities	-4,761	-3,246	-4,720	-13,762	-5,266	-8,981
Interest expense for derivative instruments	-5,115	41,886	-8,657	11,129	122,410	169,102
- of which interest expense on derivatives valued at fair value in the income statement	-1,233	27,266	-4,864	17,925	92,113	203,008
- of which interest expense on derivatives indentified as hedging instruments	-3,882	14,620	-3,793	-6,796	30,297	-33,906
Other interest expense	-3,540	-188	-405	-4,067	-3,827	-4,403
Total	-544,314	-307,136	-499,329	-1,470,396	-906,417	-1,249,517
Total net interest income	104,812	123,479	111,993	334,037	330,250	458,343

NOTE 2 LOAN LOSSES NET

GROUP

SEK thousand	2011 Q3	2010 Q3	2011 Q2	2011 Full Year	2010 Jan - Sep	2010 Full year
The period's impairment charge for realised losses	-2,089	-23	-3,516	-5,605	-1,950	-6,683
Reversal of prior provisions for probable loan losses, reported as realised losses	2,089	23	3,016	5,105	2,002	6,460
Impairment charge for probable loan losses	-4,434	-2,493	-6,304	-10,738	-4,790	-11,888
Recovery of previous realised losses	1,786	58	109	1,895	171	418
Reversal of provisions no longer required for probable loan losses	2,875	609	5,855	8,730	2,800	5,031
Total loan losses	227	-1,826	-841	-613	-1,767	-6,662

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	2011 Q3	2010 Q3	2011 Q2	2011 Full Year	2010 Jan - Sep	2010 Full year
The period's impairment charge for realised losses	-1,203	-23	-2,426	-3,629	-1,950	-6,683
Reversal of prior provisions for probable loan losses, reported as realised losses	1,203	23	1,926	3,129	2,002	6,460
Impairment charge for probable loan losses	-3,495	-2,493	-5,418	-8,913	-4,790	-10,853
Recovery of previous realised losses	1,784	55	98	1,882	163	407
Reversal of provisions no longer required for probable loan losses	2,875	609	5,855	8,730	2,800	5,031
Total loan losses	1,164	-1,829	35	1,199	-1,775	-5,638

NOTE 3 NONPERFORMING LOANS

SEK Thousand	GROUP				PARENT COMPANY			
	2011 Q3	2011 Q2	2010 Full Year	2010 Q3	2011 Q3	2011 Q2	2010 Full Year	2010 Q3
Nonperforming loans where interest is recognised as income	479,758	365,252	198,441	210,498	463,277	347,433	190,547	206,312
Nonperforming loans that are doubtful credits	9,116	21,161	18,916	12,317	8,178	20,274	18,862	12,263
Total nonperforming loans	488,874	386,413	217,357	222,815	471,455	367,707	209,409	218,575
Doubtful credits that are not nonperforming	10,160	10,241	18,247	8,654	10,160	10,241	18,247	8,654
Less provisions set aside	-4,927	-5,270	-7,940	-7,229	-3,989	-4,383	-6,850	-7,175
Doubtful credits that are not performing	9,116	21,161	18,916	12,317	8,179	20,274	18,662	12,263
Total doubtful loans	14,349	26,132	29,222	13,742	14,349	26,132	30,059	13,742
Shares taken over to protect claims	1	1	1	1				