



OMX Nordic Stock Exchange Copenhagen
Nikolaj Plads 6
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Lokalbanken joins the new Government guarantee.

The Danish Government has issued a 2-year guarantee for all deposits and unsecured claims in Danish banks.

Today, Lokalbanken decided to join the new guarantee scheme which is administered by the Danish banking sector's contingency association, "Det Private Beredskab".

The accession to the guarantee scheme implies that Lokalbanken's net fee income in the next two years will be burdened by approx DKK 25m annually. To this may be added additional expenses if payment of excess and guarantee commission is sustained, of the terms and conditions of the scheme.

In 2008, Lokalbanken's participation in the scheme is expected to affect the Bank's pre-tax profit negatively by DKK 5-6m.

Lokalbanken's profit for 2008 will be adjusted downwards by this amount and a further amount of approx DKK 20m due to the significant unrealised capital loss on the Bank's portfolio of securities, especially in the most recent period of the quarter. At the same time, a slightly increasing need for write-downs in relation to the initially budgeted amount has been identified. The basic operations of Lokalbanken continue to develop in a satisfactory manner.

The Bank's pre-tax profit for 2008 is therefore expected to amount to approx DKK 25-35m.

Lokalbanken's Supervisory Board has in conformity with the intentions of the new scheme decided that no dividends will be paid in the next two years.

Yours faithfully

Lokalbanken i Nordsjælland a/s
Executive Board

Bruno Riis-Nielsen