Landesbank Baden-Wuerttemberg - Public Sector Covered Bonds

Covered Bonds / Germany

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Reporting as of: 31/12/2009 All amounts in EUR (unless otherwise specified)

Data as provided to Moody's Investors Service (note 1)

I. PROGRAMME OVERVIEW

Overview

Year of initial Rating Assignment :		1999
Total outstanding liabilities :	EUR	59,200,097,541
Total Assets in the Cover Pool :	EUR	72,706,055,233
Issuer Name :		Landesbank Baden-Wuerttemberg
Group / Parent Name :		n/a
Main Collateral Type (>50%) :		Public Sector Debt

Ratings

Issuer Senior	Aa2 / Negative Outlook
Group / Parent Senior Unsecured rating :	n/a
Covered Bonds Rating :	Aaa

Legal Framework

Does a specific Covered Bonds Law apply for this programme :	Yes
Main country in which Collateral is based :	Germany
Country in which issuer is based :	Germany

Timely Payment

Refinancing period for principal payments of 6 months or greater:	No
Liquidity reserve to support timely payments on all issuances :	Yes*
Timely Payment Indicator ("TPI") (note 2) :	High
Maximum Leeway given TPI, Issuer Rating and CB Rating :	5 notch(es)

* Please refer to section 4(1a) of the Pfandbrief act as of March 2009.

II. VALUE OF THE COVER POOL

Collateral Quality

Collateral Score :	5.0%

Asset Write-Off assumed following Issuer Default: (note3)

Collateral Risk (Collateral Score post-haircut) :	2.8%	*(26%)*
Refinancing and Market Risks :	8.0%	*(74%)*
		(100%)

II. OVER-COLLATERALISATION LEVELS

Over-Collateralisation (OC) figures presented below include Eligible only collateral.
Over-Collateralisation levels are provided on any of the following : nominal basis or unstressed NPV basis or on stressed NPV basis.
NPV stress test where stressed : Static interest (+/- 250 bps) and static FX

Current situation (note 4 & note 6)

Committed OC (Stressed NPV) :	2.0%
Current OC (Unstressed NPV) :	21.3%
OC Level necessary to maintain current rating :	0.0%

Stressed scenario (note 5 & note 6)

Estimated OC to maintain current rating in following scenarios :	
Scenario 1: Issuer is downgraded by 1 notch :	3.0%
Scenario 2: Issuer is rated A2 :	8.5%

III. CHARTS & TABLES

Chart 1 :
Asset Types in Cover Pool

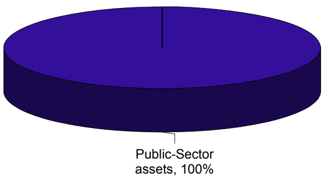
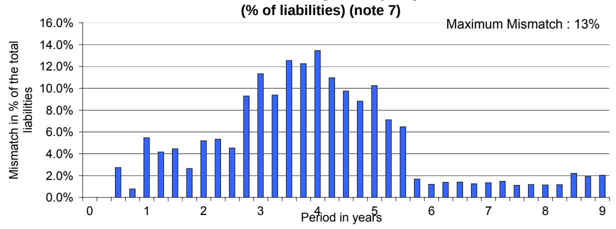


Chart 2 :
Stressed Refinancing Needs per Quarter
(% of liabilities) (note 7)



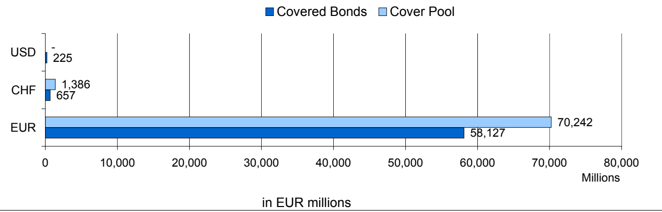
Interest Rate & Duration Mismatch (note 8)

Fixed Rate assets in the Cover Pool :	75.0%
Fixed Rate Covered Bonds outstanding :	92.3%
WAL of outstanding Covered Bonds :	3.4
WAL of the Cover Pool :	4.3

Swap Arrangements

Interest Rate Swap(s) "in the Cover Pool" :	No
Intra-group Interest Rate Swap(s) provider(s) :	No
Currency Swap(s) "in the Cover Pool" :	No
Intra-group Currency Swap(s) provider(s) :	No

Chart 3:
Currency Mix before Swaps (3 Main Currencies)



(note 1) The data reported in this PO is based on information provided by the issuer and may include certain assumptions made by Moody's. Moody's accepts no responsibility for the information provided to it and, whilst it believes the assumptions it has made are reasonable, cannot guarantee that they are or will remain accurate. Although Moody's encourages all issuers to provide reporting data in a consistent manner, there may be differences in the way that certain data is categorised by issuers. The data reporting template (which Issuers are requested to use) is available on request.
(note 2) Please refer to Moody's Special Report titled "Timely Payment in Covered Bonds following Sponsor Bank Default", date March 2008.
(note 3) The "Collateral Risk" combines the Collateral Score post haircut (if any) for eligible and ineligible (if any) assets which Moody's gives value to in the cover pool. The Collateral Risk considers only the credit deterioration of the Cover Pool and here excludes certain related legal risks, such as set off. Refinancing and Market risks include currency and interest rate risks, refinancing risk and certain collateral related legal risks.
(note 4) Moody's regards committed OC as an amount required to be added to the Cover Pool pursuant to legislation, the Covered Bonds' terms and conditions or other similar arrangements. Any other OC is regarded as "not committed".
(note 5) This assumes the Covered Bonds rating is not constrained by the TPI. Also to the extent rating assumptions change following a downgrade or an upgrade of the Issuer, the necessary OC stated here may also change.
This is especially significant in relation to Moody's swap assumptions. For example, in the case of Issuers currently rated A2 or A3, the necessary OC following a 1 notch downgrade may be substantially higher than the amount suggested here as swaps are considered more critically by Moody's at this time. In any event, the necessary OC amounts stated here are subject to change at any time at Moody's discretion.
(note 6) This is the minimum OC calculated to be consistent with the current rating under Moody's expected loss model. However, the level of OC consistent with a given rating level may differ from this amount. Reasons for such differences include: i) committee discretion; and ii) TPI considerations.
(note 7) Assumptions include no prepayment, no Swap in place in Cover Pool, no interest received or paid out, prior period inflow surplus carried forward in the limit of of the committed OC and no further CB issuance.
(note 8) This assumes no prepayment

IV. COVER POOL INFORMATION - PUBLIC SECTOR ASSETS

Overview	
Asset type :	Public Sector
Asset balance :	72,691,055,233
WA Remaining Term (in months) :	51
Number of borrowers :	3,626
Number of loans / bonds :	44,064
Exposure to the 10 largest borrowers :	28.2%
Average exposure to borrowers :	20,051,311

n/d : information not disclosed by Issuer
n/a : information not applicable

Specific Loan and Borrower characteristics	
Repo eligible loans / bonds :	13.7%
Percentage of fixed rate loans / bonds :	75.0%
Percentage of bullet loans/ bonds :	83.4%
Loans / bonds in non-domestic currency :	3.4%
Performance	
Loans / bonds in arrears (≥ 2months - < 6months) :	0.0%
Loans / bonds in arrears (≥ 6months - < 12months) :	0.0%
Loans / bonds in arrears (> 12months) :	0.0%
Loans / bonds in a foreclosure procedure :	0.0%

Chart A:
Borrower Type

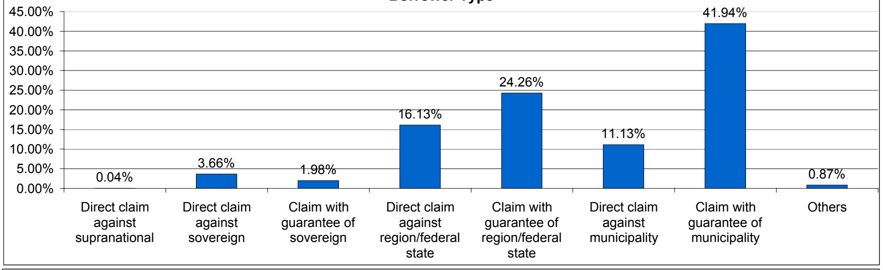


Chart B:
Percentage of public sector assets

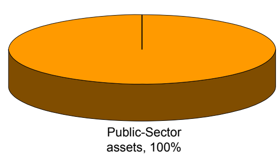


Chart C:
Borrower Concentration

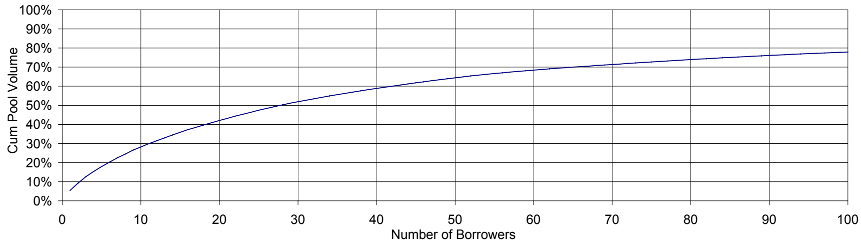


Chart D:
Location of Asset in Cover Pool

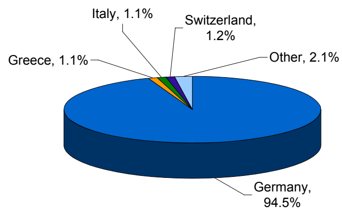
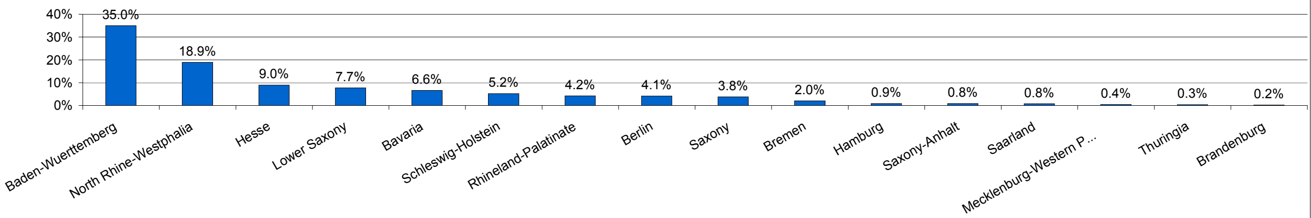


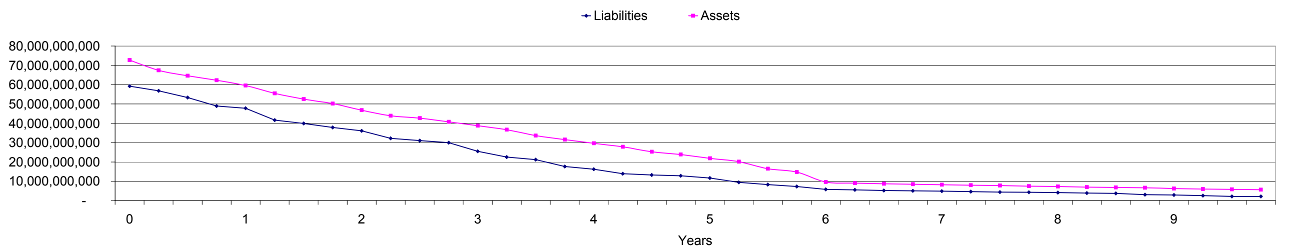
Chart E:
Main Country Regional Distribution



APPENDIX 1: LIABILITIES INFORMATION : LAST 50 ISSUANCES

ISIN	Series Number	Issuance Date	Currency	Outstanding Amount	Expected Maturity	Legal Final Maturity	Interest Rate Type	Coupon	Principal Payment
DE000LBW4CT4	n/d	08/05/2009	EUR	30,000,000	n/d	12/11/2010	Fixed Rate	1.625%	Bullet
DE000LBW3WJ5	n/d	08/05/2009	EUR	56,000,000	n/d	11/05/2012	Fixed Rate	2.625%	Bullet
DE000LBW4DB0	n/d	12/05/2009	EUR	50,000,000	n/d	13/05/2011	Fixed Rate	2.000%	Bullet
DE000LBW4DD6	n/d	13/05/2009	EUR	20,000,000	n/d	18/05/2015	Fixed Rate	3.580%	Bullet
DE000LBW4DN5	n/d	14/05/2009	EUR	44,000,000	n/d	18/05/2011	Fixed Rate	2.000%	Bullet
DE000LBW4DR6	n/d	15/05/2009	EUR	40,000,000	n/d	19/05/2011	Floating	EURIBOR6MD + 29 bps	Bullet
DE000LBW4DQ8	n/d	15/05/2009	EUR	25,000,000	n/d	18/05/2015	Fixed Rate	3.375%	Bullet
DE000LBW4DP0	n/d	15/05/2009	EUR	25,000,000	n/d	18/05/2016	Fixed Rate	3.625%	Bullet
DE000LBW4DV8	n/d	18/05/2009	EUR	5,000,000	n/d	21/05/2012	Floating	EURIBOR6MD + 37 bps	Bullet
DE000LBW4DS4	n/d	18/05/2009	EUR	10,000,000	n/d	19/05/2020	Fixed Rate	4.000%	Bullet
DE000LBW4DZ9	n/d	19/05/2009	EUR	38,000,000	n/d	21/10/2013	Fixed Rate	2.750%	Bullet
DE000LBW46X9	n/d	28/05/2009	EUR	25,000,000	n/d	03/06/2011	Fixed Rate	2.125%	Bullet
DE000LBW4737	n/d	02/06/2009	EUR	50,000,000	n/d	30/01/2012	Fixed Rate	2.300%	Bullet
DE000LBW46Z4	n/d	02/06/2009	EUR	20,421,211	n/d	29/05/2015	Fixed Rate	0.000%	Bullet
DE000LBW4729	n/d	02/06/2009	EUR	20,000,000	n/d	23/01/2017	Floating	EURIBOR6MD + 50 bps	Bullet
DE000LBW4711	n/d	02/06/2009	EUR	10,000,000	n/d	05/06/2017	Fixed Rate	4.000%	Bullet
DE000LBW4760	n/d	05/06/2009	EUR	10,000,000	n/d	15/06/2011	Fixed Rate	2.125%	Bullet
CH0102630867	n/d	08/06/2009	CHF	175,000,000	n/d	30/06/2011	Floating	LIEUR3MD + 29 bps	Bullet
DE000LBW47Q1	n/d	10/06/2009	EUR	10,000,000	n/d	15/02/2010	Fixed Rate	1.350%	Bullet
DE000LBW47R9	n/d	10/06/2009	EUR	10,000,000	n/d	15/04/2010	Fixed Rate	1.350%	Bullet
DE000LBW47S7	n/d	10/06/2009	EUR	50,000,000	n/d	30/07/2010	Fixed Rate	1.400%	Bullet
DE000LBW47G2	n/d	10/06/2009	EUR	18,750,000	n/d	20/06/2011	Fixed Rate	1.880%	Bullet
DE000LBW47L2	n/d	10/06/2009	EUR	90,000,000	n/d	15/07/2011	Fixed Rate	2.250%	Bullet
DE000LBW47K4	n/d	10/06/2009	EUR	15,000,000	n/d	14/06/2019	Fixed Rate	4.250%	Bullet
DE000LBW47X7	n/d	15/06/2009	EUR	10,000,000	n/d	31/05/2016	Fixed Rate	4.000%	Bullet
DE000LBW5LZ9	n/d	17/06/2009	EUR	75,000,000	n/d	27/06/2011	Fixed Rate	2.200%	Bullet
DE000LBW5L70	n/d	19/06/2009	EUR	20,000,000	n/d	24/06/2019	Fixed Rate	4.500%	Bullet
DE000LBW5N37	n/d	24/06/2009	EUR	50,000,000	n/d	29/06/2011	Fixed Rate	2.000%	Bullet
DE000LBW5N45	n/d	24/06/2009	EUR	21,000,000	n/d	26/06/2019	Fixed Rate	4.125%	Bullet
DE000LBW5N52	n/d	25/06/2009	EUR	25,000,000	n/d	20/12/2010	Fixed Rate	1.500%	Bullet
DE000LBW5N60	n/d	25/06/2009	EUR	15,000,000	n/d	29/06/2012	Fixed Rate	2.500%	Bullet
DE000LBW5N78	n/d	25/06/2009	EUR	13,000,000	n/d	11/01/2013	Fixed Rate	2.750%	Bullet
DE000LBW5PB1	n/d	25/06/2009	EUR	25,000,000	n/d	30/06/2017	Fixed Rate	3.875%	Bullet
DE000LBW5PK2	n/d	30/06/2009	EUR	25,000,000	n/d	01/07/2011	Fixed Rate	2.000%	Bullet
DE000LBW59F9	n/d	01/07/2009	EUR	11,000,000	n/d	30/05/2012	Fixed Rate	2.375%	Bullet
DE000LBW59J1	n/d	02/07/2009	EUR	20,000,000	n/d	07/07/2014	Fixed Rate	3.125%	Bullet
DE000LBW59N3	n/d	03/07/2009	EUR	15,000,000	n/d	07/11/2013	Fixed Rate	3.000%	Bullet
DE000LBW59P8	n/d	03/07/2009	EUR	23,000,000	n/d	07/05/2014	Fixed Rate	3.000%	Bullet
DE000LBW6DE9	n/d	15/07/2009	EUR	25,000,000	n/d	20/07/2011	Fixed Rate	1.625%	Bullet
DE000LBW63P0	n/d	22/07/2009	EUR	13,000,000	n/d	17/12/2012	Fixed Rate	2.375%	Bullet
DE000LBW63T2	n/d	31/07/2009	EUR	6,183,750	n/d	30/07/2015	Fixed Rate	0.000%	Bullet
DE000LBW63Y2	n/d	05/08/2009	EUR	20,000,000	n/d	07/08/2013	Fixed Rate	2.850%	Bullet
DE000LBW63X4	n/d	05/08/2009	EUR	42,000,000	n/d	10/08/2016	Fixed Rate	3.500%	Bullet
DE000LBW63Z9	n/d	07/08/2009	EUR	10,000,000	n/d	12/08/2019	Fixed Rate	3.750%	Bullet
DE000LBW6443	n/d	11/08/2009	EUR	15,000,000	n/d	15/08/2011	Fixed Rate	2.000%	Bullet
DE000LBW64K9	n/d	09/09/2009	EUR	30,000,000	n/d	14/03/2013	Fixed Rate	2.375%	Bullet
DE000LBW64X2	n/d	18/09/2009	EUR	5,000,000	n/d	15/03/2013	Fixed Rate	2.250%	Bullet
DE000LBW88L6	n/d	19/11/2009	EUR	100,000,000	n/d	23/11/2010	Fixed Rate	1.000%	Bullet
DE000LB0ET60	n/d	04/12/2009	EUR	95,000,000	n/d	05/12/2011	Fixed Rate	1.585%	Bullet
DE000LB0ET78	n/d	04/12/2009	EUR	10,000,000	n/d	08/12/2011	Fixed Rate	1.625%	Bullet
DE000LB0AA24	n/d	15/12/2009	EUR	9,300,000	n/d	18/12/2014	Fixed Rate	2.625%	Bullet

Chart A :
Amortisation Profile (*)



(*) Assumptions include no prepayment, no Swap in place in Cover Pool, and no further CB issuance