

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

Unaudited interim condensed financial statements

for the half year

ended

30 June 2010

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

TABLE OF CONTENTS

	Page
Directors' report	2-3
Interim statement of comprehensive income	4
Interim statement of financial position	5
Interim statement of changes in equity	6
Interim statement of cash flows	7
Notes to the interim condensed financial statements	8-13

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

DIRECTORS' REPORT

The directors present the interim condensed financial statements of DZ BANK Perpetual Funding Issuer (Jersey) Limited (the "Company") for the half year ended 30 June 2010.

Incorporation

The Company was incorporated in Jersey, Channel Islands on 1 September, 2005 as a public company with limited liability.

Principal activities

The Company was incorporated as a special purpose vehicle for the purpose of participating in a structured Tier I capital financing programme (the "Programme"), arranged by and for DZ BANK AG Deutsche Zentral – Genossenschaftsbank, Frankfurt am Main ("DZB"). Under the Programme, the Company issues, from time to time, Tier I perpetual limited recourse securities (the "Notes") up to a maximum aggregate principal amount of €1,000,000,000 (or its equivalent in any other currency).

The proceeds from the issuance of the Notes are used by the Company to purchase classes of preference shares (each a "Preferred Security", together the "Preferred Securities") issued by DZ BANK Perpetual Funding (Jersey) Limited (the "Funding Company"), a wholly owned subsidiary of DZB. In turn, the Funding Company uses the proceeds of the issue of the Preferred Securities to purchase subordinated notes issued by DZB (the "Initial Debt Securities"). The Preferred Securities issued by the Funding Company are on terms that reflect exactly those of the Initial Debt Securities. Income received by the Funding Company on the Initial Debt Securities is paid by way of dividends to the Company, as holder of the Preferred Securities, and is available for distribution to the holders of the Notes.

On 9 November 2005 pursuant to a collateral agency agreement ("CAA"), Deutsche Bank AG, London Branch became the collateral agent (the "Collateral Agent"). The obligations of the Company under the Notes are secured in favour of the Collateral Agent on behalf of the holders of the Notes. Pursuant to the CAA, the Company has transferred for security purposes the relevant classes of Preferred Securities to the Collateral Agent.

The Notes are limited recourse obligations of the Company. Noteholders have the right to receive payments of principal and interest on the Notes solely from redemption payments and distributions on the corresponding class of Preferred Securities.

To the extent that there is a shortfall in the monies due to the noteholders, no debt will be owed by the Company, in respect of any shortfall remaining after realisation of the Preferred Securities and application of the proceeds thereof in accordance with the terms of the CAA. In the event that the Notes are redeemed other than at the option of Company, such redemption will be carried out by transferring to the holders of the Notes pro rata Preferred Securities of the relevant class.

The Company commenced activities on 9 January, 2006 with the first issuance of Notes ("Class VI") under the Programme. A second issuance of Notes was made on 13 February, 2006 ("Class VII"), a third issuance of Notes was made on 17 March, 2006 ("Class I"), a fourth issuance of Notes was made on 4 September 2006, ("Class VIII"), a fifth issuance of Notes was made on 16 April 2007 ("Class IX") a sixth issuance of Notes was made on 4 September 2007 ("Class X") and a seventh issuance of Notes ("Class II") was made on 24 September 2008. As at the date of approving these interim condensed financial statements only the Class X Notes have been redeemed.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

DIRECTORS' REPORT (continued)

Principal activities (continued)

Interest received by the Funding Company from DZB on the Initial Debt Securities is used to fund the dividends payable by the Funding Company on the Preferred Securities held by the Company. The payment of such dividends is subject to the satisfaction of certain financial tests (the "Conditions to Dividends") detailed in the statement of rights (the "Statement of Rights") for each class of Preferred Security. The Conditions to Dividends include, among others, satisfaction of certain financial tests relating to DZB and DZ BANK Group.

An amendment to the Statements of Rights of the Preferred Securities of Class I, VI, VII, VIII and IX was passed on 5 June 2009 (the "Amendment") with respect to each payment date falling within an exceptional period from 24 June 2009 to, but excluding, the date on which a DZB shareholders' meeting has resolved on the appropriation of profits for the financial year ended 31 December 2009 (the "Exceptional Period"). Pursuant to the Amendment, a group annual profit test does not need to be fulfilled as a Condition to Dividend and unless otherwise notified by DZB as holder of the relevant parent preferred security of the Funding Company, the directors of the Funding Company may declare a dividend on the Preferred Securities if all other Conditions to Dividends have been met.

On 27 May 2010, a DZB shareholders meeting was held and the group annual profit test in relation to the financial year ended 31 December 2009 was fulfilled.

With respect to the Preferred Security of Class II, the deemed declaration of dividends has been triggered for the payment dates falling during the twelve month period commencing on 24 June 2009.

Going concern

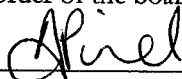
The Programme documents are structured such that the obligations of the Company are limited in recourse and the Company has the benefit of bankruptcy remoteness (non-petition) provisions pursuant to which each Programme party recognises the limited financial resources of the Company and the intended bankruptcy remoteness of the Company. DZB undertakes to meet all expenses of the Company. After making enquires, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. It is anticipated that the Company will continue to serve as a special purpose vehicle for the issuance of classes of Notes under the Programme. Accordingly, the Company continues to adopt the going concern basis in preparing the interim condensed financial statements.

Results

The results of the Company's activities are reported in the Company's interim statement of comprehensive income on page 4.

The directors do not recommend the payment of a dividend in respect of the ordinary shares for the period (2009: €nil).

By order of the board



Duly authorised
Bedell Secretaries Limited
Secretary

Date: 28-JULY-2010

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the half year ended 30 June 2010

	Notes	Unaudited Half year ended 30 June 2010 €	Unaudited Half year ended 30 June 2009 €
Income			
Income receivable from the Preferred Securities	4	2,351,500	6,415,100
Foreign exchange gain		391	524
Profit for the period		2,351,891	6,415,624
Comprehensive loss			
Unrealised losses on revaluation of Preferred Securities		(40,600,000)	(3,500,000)
Other comprehensive loss for the period		(40,600,000)	(3,500,000)
Total comprehensive (loss)/income for the period		(38,248,109)	2,915,624

The notes on pages 8 to 13 form an integral part of these interim condensed financial statements.


DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

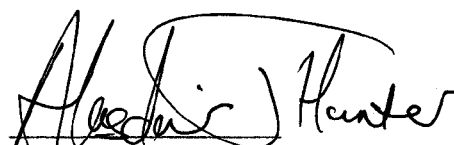
INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2010

	Notes	Unaudited 30 June 2010 €	Audited 31 December 2009 €
ASSETS			
Non-current assets			
Preferred Securities	6	404,350,000	444,950,000
Current assets			
Cash and cash equivalents		4,274	3,883
TOTAL ASSETS		404,354,274	444,953,883
EQUITY			
Equity attributable to equity holders of the Company			
Share capital	7	2	2
Notes	8	560,000,000	560,000,000
Revaluation reserve	9	(155,650,000)	(115,050,000)
Retained earnings		4,272	3,881
TOTAL EQUITY		404,354,274	444,953,883

The interim condensed financial statements on pages 4 to 13 were approved by the board of directors on *28 July* 2010 and signed on behalf of the board by:


Director


Director

The notes on pages 8 to 13 form an integral part of these interim condensed financial statements.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

INTERIM STATEMENT OF CHANGES IN EQUITY For the half year ended 30 June 2010

	Share capital	Retained earnings	Revaluation reserve	Notes	Total
	€	€	€	€	€
Balance as at 1 January 2009	2	3,585	(219,100,000)	560,000,000	340,903,587
Profit for the period	-	6,415,624	-	-	6,415,624
Unrealised losses on revaluation of Preferred Securities	-	-	(3,500,000)	-	(3,500,000)
Distributions paid on the Notes	-	(6,415,100)	-	-	(6,415,100)
Balance as at 30 June 2009 (unaudited)	2	4,109	(222,600,000)	560,000,000	337,404,111
Profit for the period	-	25,059,497	-	-	25,059,497
Unrealised gains on revaluation of Preferred Securities	-	-	107,550,000	-	107,550,000
Distributions paid on the Notes	-	(25,059,725)	-	-	(25,059,725)
Balance as at 31 December 2009	2	3,881	(115,050,000)	560,000,000	444,953,883
Profit for the period	-	2,351,891	-	-	2,351,891
Unrealised losses on revaluation of Preferred Securities	-	-	(40,600,000)	-	(40,600,000)
Distributions paid on the Notes	-	(2,351,500)	-	-	(2,351,500)
Balance as at 30 June 2010 (unaudited)	2	4,272	(155,650,000)	560,000,000	404,354,274

The notes on pages 8 to 13 form an integral part of these interim condensed financial statements.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

INTERIM STATEMENT OF CASH FLOWS For the half year ended 30 June 2010

		Unaudited Half year ended 30 June 2010 €	Unaudited Half year ended 30 June 2009 €
Operating Activities			
Net cash flow generated from operating activities	10	391	524
Investing activities			
Income received on the Preferred Securities	4	2,351,500	6,415,100
Net cash flow generated from investing activities		2,351,500	6,415,100
Financing activities			
Distributions paid on the Notes	5	(2,351,500)	(6,415,100)
Net cash used in financing activities		(2,351,500)	(6,415,100)
Increase in cash and cash equivalents during the period		391	524
Cash and cash equivalents at beginning of the period		3,883	3,587
Cash and cash equivalents at end of the period		4,274	4,111

The notes on pages 8 to 13 form an integral part of these interim condensed financial statements.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS For the half year ended 30 June 2010

1. General

The Company is a public limited company incorporated in Jersey, Channel Islands. The principal activities of the Company are described in the directors' report.

2. Accounting policies

Statement of Compliance

The interim condensed financial statements for the half year ended 30 June 2010 on pages 4 to 13 have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

Basis of measurement

The interim condensed financial statements do not include all information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements as at 31 December 2009.

The interim condensed financial statements are prepared in Euro ("€") which reflects the economic structure of the underlying events and circumstances relevant to the Company.

Standards and interpretations in issue not yet adopted

As at the date of authorisation of the interim condensed financial statements, the following standard and interpretation which has not been applied in these interim condensed financial statements was in issue but not yet effective:

- IFRS 9 Financial Instruments (effective 1 January 2013) ('IFRS 9').

The directors anticipate that the adoption of IFRS 9 will not have a significant impact upon the results of the Company, but will impact on the disclosures of the Company.

The directors have reviewed and considered all standards, amendments and interpretations issued but not yet effective as at the date the interim condensed financial statements are authorised for use. In the opinion of the directors the other standards, amendments and interpretations issued but not yet effective are either not relevant to the activities of the Company or will have no impact on the interim condensed financial statements of the Company.

3. Taxation

The Company is subject to the general rate of corporation tax applicable to companies resident in Jersey of 0%.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS For the half year ended 30 June 2010

4. Income receivable from the Preferred Securities

		Unaudited Half year ended 30 June 2010 €	Unaudited Half year ended 30 June 2009 €
	Interest rate		
Class VI	3 month Euribor + 1.10%	459,000	1,310,500
Class VII	3 month Euribor + 0.80%	749,000	2,000,000
Class I	3 month Euribor + 1.00%	85,000	173,600
Class VIII	3 month Euribor + 0.80%	752,000	1,814,000
Class IX	3 month Euribor + 0.50%	306,500	1,117,000
		2,351,500	6,415,100

5. Distributions paid on the Notes

		Unaudited Half year ended 30 June 2010 €	Unaudited Half year ended 30 June 2009 €
Class VI		459,000	1,310,500
Class VII		749,000	2,000,000
Class I		85,000	173,600
Class VIII		752,000	1,814,000
Class IX		306,500	1,117,000
		2,351,500	6,415,100

The amount distributed on the Notes is referenced to and limited in recourse to the receipt of income on the corresponding series of Preferred Securities issued by the Funding Company. Such payments are non-cumulative. With the exception of Class II, the interest rates are based on 3 month Euribor plus the following margin:

	Margin
Class VI	+1.10%
Class VII	+0.80%
Class I	+1.00%
Class VIII	+0.80%
Class IX	+0.50%
Class X	+0.50%

The interest rates for Class II are based on 12 month Euribor plus a margin of 3.25%.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the half year ended 30 June 2010

6. Preferred Securities

	Unaudited As at 30 June 2010 Cost €	Unaudited As at 30 June 2010 Fair value €	Audited As at 31 December 2009 Cost €	Audited As at 31 December 2009 Fair value €
Level one				
Class VI Preferred Securities	50,000,000	31,000,000	50,000,000	35,000,000
Class VII Preferred Securities	100,000,000	60,000,000	100,000,000	62,000,000
Class I Preferred Securities	10,000,000	6,100,000	10,000,000	6,200,000
Class VIII Preferred Securities	100,000,000	57,000,000	100,000,000	62,000,000
Class IX Preferred Securities	50,000,000	29,500,000	50,000,000	31,000,000
	310,000,000	183,600,000	310,000,000	196,200,000
Level two				
Class II Preferred Securities	250,000,000	220,750,000	250,000,000	248,750,000
Total	560,000,000	404,350,000	560,000,000	444,950,000

Pursuant to various Preferred Securities purchase agreements, the Company has purchased the above Preferred Securities from the Funding Company. These Preferred Securities are non-cumulative, non-voting preference shares of the Funding Company representing ownership interests in the Funding Company.

Evidence of the need to impair the Preferred Securities may include the failure of the Funding Company to make dividend payments on the Preferred Securities, DZB failing to make interest payments on the Initial Debt Securities purchased by the Funding Company, notice of default or bankruptcy by DZB or other indications that DZB is unlikely to meet its obligations under the Initial Debt Securities as they fall due.

During the Exceptional Period all Conditions to Dividends continued to be met (with the exception of the group annual profit test) and at the date of signing these accounts all Conditions to Dividends continue to be met. Therefore the directors are unaware of any triggers to suggest that any impairments are necessary.

The Preferred Securities are perpetual, with no fixed maturity date and are not redeemable at any time at the option of the Company. Each class of Preferred Security is supported by DZB through a subordinated support undertaking.

Level one

The fair values of the level one Preferred Securities are based on the quoted market prices of its equivalent class of Notes, due to the economic terms of the two financial instruments being identical.

Level two

The fair value of the Class II Preferred Security is based on the discounted cash flow value of the Class II Notes, due to the economic terms of the two financial instruments being identical. The discounted rates used for the Class II Preferred Security are imputed using inputs from the quoted market values of the listed Notes shown in level one.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS For the half year ended 30 June 2010

7. Share capital

	Unaudited 30 June 2010 €	Audited 31 December 2009 €
<i>Authorised:</i>		
2 ordinary shares of €1 each	2	2
<i>Issued and fully paid:</i>		
2 ordinary shares of €1 each	2	2

There are no other share classes which would dilute the rights of the ordinary members. Amongst other rights as prescribed in the Articles of Association of the Company, the rights of the ordinary members include:

- i) the right to attend meetings of members. On a show of hands every member present in person or by proxy shall have one vote and on a poll every member shall have one vote for each share of which the member is a shareholder; and
- ii) the right to receive dividends recommended by the directors and declared in a general meeting.

8. Notes

	Issue date	Unaudited 30 June 2010 €	Audited 31 December 2009 €
Class VI	9 January 2006	50,000,000	50,000,000
Class VII	13 February 2006	100,000,000	100,000,000
Class I	17 March 2006	10,000,000	10,000,000
Class VIII	4 September 2006	100,000,000	100,000,000
Class IX	16 April 2007	50,000,000	50,000,000
Class II	24 September 2008	250,000,000	250,000,000
		560,000,000	560,000,000

In accordance with International Financial Reporting Standards, the Notes are classified as equity financial instruments. This classification is based on the following:

- The Notes are perpetual, with no scheduled maturity date;
- The holders of the Notes have no right to cancel the Notes;
- The directors have complete discretion whether or not to make distributions on the Notes, except that, when pass-through funds are not received from the Funding Company on their payment date, the directors are contractually prevented from making distributions in accordance with the terms of the Notes; and
- The holders of the Notes can only demand settlement of the obligation in the event of the liquidation of the Company.

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the half year ended 30 June 2010

8. Notes (continued)

The Programme documentation prescribes that interest will be paid by DZB on the Initial Debt Securities held by the Funding Company. Such interest payments will, in turn, fund income paid by the Funding Company on the Preferred Securities held by the Company. Upon receipt, the Company will then be in a position to make the distribution payments under the terms of the relevant Notes. Each class of Notes issued by the Company is referenced to and limited in recourse to the performance of the corresponding class of Preferred Securities.

Save for the above, the Notes carry no legal right to participate in the profits of the Company. The noteholders are unable to attend meetings of the Company and have no voting rights in the Company.

9. Revaluation reserve

	Unaudited 30 June 2010 €	Audited 31 December 2009 €
Balance at 1 January	(115,050,000)	(219,100,000)
Increase in the fair value of the Preferred Securities	-	104,050,000
Decrease in the fair value of the Preferred Securities	(40,600,000)	-
Balance as at 30 June/31 December	(155,650,000)	(115,050,000)

10. Cash flows generated from operating activities

	Unaudited Half year ended 30 June 2010 €	Unaudited Half year ended 30 June 2009 €
Profit for the period	2,351,891	6,415,624
Income received on the Preferred Securities	(2,351,500)	(6,415,100)
Net cash flow generated from operating activities	391	524

DZ BANK PERPETUAL FUNDING ISSUER (JERSEY) LIMITED

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

For the half year ended 30 June 2010

11. Financial instruments

Fair values

Set out below is a comparison of the carrying amounts and fair values of all the Company's financial instruments:

	Unaudited	Unaudited	Audited	Audited
	Cost	Fair value	Cost	Fair value
	30 June	30 June	31 December	31 December
	2010	2010	2009	2009
	€	€	€	€
Financial assets				
Preferred Securities	560,000,000	404,350,000	560,000,000	444,950,000
Cash and cash	4,274	4,274	3,883	3,883
	560,004,274	404,354,274	560,003,883	444,953,883

12. Ultimate controlling party

The Company is owned by Bedell Trustees Limited, in its capacity as trustee of the DZ BANK Perpetual Funding Issuer (Jersey) Charitable Trust. The directors of the Company consider Bedell Trustees Limited in its capacity as trustee of the DZ BANK Perpetual Funding Issuer (Jersey) Charitable Trust to be the ultimate controlling party of the Company.

13. Related party transactions

During the period, the Company received €2,351,500 from the Funding Company, by way of dividends, as set out in note 4 above (30 June 2009: €6,415,100).

Corporate administration services are provided to the Company by Bedell Trust Company Limited. The directors of the Company are also directors of the Funding Company, Bedell Trustees Limited and Bedell Secretaries Limited and partners of Bedell Cristin and Bedell Group. Shane Michael Hollywood is also a director of Bedell Trust Company Limited.

During the period administration fees, totalling £12,670 (€14,551), were paid to Bedell Trust Company Limited by DZB on behalf of the Company (30 June 2009: £16,312 (€18,597)). As at the 30 June 2010 administration fees, totalling £750 (€923), are payable to Bedell Trust Company Limited by DZB on behalf of the Company (30 June 2009: £nil (€nil)).