



> Nine-month report 2006

A new chapter in the growth story

> Key figures of comdirect bank group

Nine months		2006	2005	Change in %
Customer figures as of 30.9.				
Total customers		759,986	623,852	21.8
Customers in the business line comdirect online		757,903	622,824	21.7
Customers in the business line comdirect offline		15,854	6,301	151.6
Business line comdirect online				
Placed orders		8,514,763	6,139,450	38.7
Executed orders		6,614,838	4,840,001	36.7
Average order activity per custody account (annualised)		15.2	12.0	26.7
Share of fund transactions in executed orders	in %	27.4	25.8	6.2
Order volume per executed order	in €	5,716	4,865	17.5
Total assets under custody as of 30.9.	in € million	14,938	11,946	25.0
of which: portfolio volume (excluding funds)	in € million	7,535	6,762	11.4
of which: funds volume	in € million	3,426	2,652	29.2
of which: deposit volume	in € million	3,977	2,532	57.1
Credit volume as of 30.9.	in € million	206	179	15.1
Number of custody accounts as of 30.9.		593,819	536,133	10.8
Number of securities savings plans as of 30.9.		112,365	85,228	31.8
Number of current accounts as of 30.9.		229,719	120,279	91.0
Business line comdirect offline				
Advisers as of 30.9.		141	97	45.4
Offices as of 30.9.		17	13	30.8
Commission income	in € thousand	10,114	4,270	136.9
Earnings ratios				
Net commission income	in € thousand	103,677	70,490	47.1
Net interest income before provisions	in € thousand	64,757	47,964	35.0
Administrative expenses	in € thousand	99,516	85,167	16.8
Profit from ordinary activities	in € thousand	64,237	44,851	43.2
Pre-tax profit	in € thousand	64,237	44,851	43.2
Net profit	in € thousand	41,017	30,140	36.1
Earnings per share	in €	0.29	0.21	38.1
Balance-sheet key figures as of 30.9.				
Balance-sheet total	in € million	4,641	3,192	45.4
Equity	in € million	604	601	0.5
Equity ratio ¹⁾	in %	13.1	18.8	- 30.3
Risk weighted assets according to BIS	in € million	1,258	966	30.2
BIS core capital	in € million	563	565	- 0.4
BIS own funds	in € million	563	568	- 0.9
BIS own funds ratio	in %	44.7	58.8	- 24.0
Relative ratios				
Return on equity before tax (annualised)	in %	14.3	10.0	43.0
Cost/income ratio	in %	59.8	65.0	- 8.0
Earnings per customer (annualised)	in €	299.2	278.5	7.4
Employees' figures as of 30.9.				
Employees		732	637	14.9
of which: in the business line comdirect online		706	618	14.2
of which: in the business line comdirect offline		26	19	36.8
Employees full-time basis		651.2	556.1	17.1

1) Equity ratio = (subscribed capital + reserves + consolidated profit) / balance-sheet total

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> Management report

Dear shareholders,

Growth and value added are the aims of our comvalue programme launched at the start of 2005. After around 20 months, the results to date are convincing. In terms of growth, the number of customers has risen by around 140,000 to almost 760,000, the number of current accounts has more than doubled, funds and deposit volumes are at record levels and our financial advisory services have developed further into an important mainstay of our business with around 16,000 customers. With regard to value added, we are generating significantly higher net interest income from growing deposit volumes and strong commission income from trading and funds business.



Dr. Andre Carls
CEO of comdirect bank

At the same time, comdirect has expanded its range of products and services, accelerated by comvalue. We provide tailored solutions to meet all the fundamental needs of modern investors and are a partner of choice for brokerage, banking and advice. We will also invest in growth and value added in the coming years. With our new call money account, Tagesgeld PLUS, we will embark on the second phase of comvalue in November, enhancing our banking offering with the addition of a key product: a high interest investment account with daily access. With an interest rate of 3.1 % p.a., Tagesgeld PLUS is one of the top products available for all customers looking to combine a high return with maximum security and flexibility.

The current account and Tagesgeld PLUS account are a strong duo which we will use to step up the pace of growth in the future. The targets we aim to attain by the end of 2009 are correspondingly demanding: growth to more than 1.3 million customers, expansion of our leading position in brokerage and progression to become a top provider in banking and advice.

Admittedly this is an ambitious programme, but our performance, not least in the current year, shows that comdirect bank is progressing along its growth path carefully and meeting or exceeding the targets set. At €64.2m after nine months, we are already very close to our pre-tax profit target for the full year of over €70m. And investing in growth and value added is paying off – especially for our shareholders.

> Strategy: first choice direct bank

Value-driven strategy

comdirect bank is responding to the needs of modern investors by constantly improving the quality of the offering in its brokerage, banking and advice fields of competence, selectively enhancing and closely interlinking these products and services. With a comprehensive offering from under one roof, we are the first and only port of call for more and more investors for securities trading and investments as well as day-to-day banking transactions and flexible financing, personal provisioning products and individual risk hedging. We are therefore maintaining our position as the leading online broker for private investors in Germany and also establishing ourselves as one of the top performing direct banks with excellent financial advisory services.

Through our comvalue growth programme, we are investing in this development. We are using a comprehensive product and market offensive to convince existing and new customers of the benefits of our product and service spectrum and offer customers a range of incentives to pool different types of financial transactions at comdirect bank. With particularly strong growth in banking and advice, we are generating steady earnings for the bank and reducing our dependency on order numbers.

While the focus for the product and market offensive was previously our current account, from November the second phase of comvalue, Tagesgeld PLUS, will act as another key growth driver. With a top interest rate of 3.1% p.a. on sums up to €30,000, new and existing customers will benefit from the present rise in short-term interest rates, while gaining maximum flexibility at the same time. This is how the enhanced offering in short and long-term investments creates the preconditions for further strong growth in our customer base.

Market offensive

comdirect bank maintained its presence in the media during the summer months, with advertising on popular websites, on TV and in the print media for our current account with fee-free ec/Maestro and VISA card. Central to this campaign was our successful TV advert featuring the waiter who surprises everyone by paying money out to the guests instead of charging them – just like the comdirect bank current account.

With the aim of driving growth in all fields of competence and integrating our offering even more closely, our campaign was again flanked by two special offers. Our sixth comdirect special offering new customers a fixed-term deposit account paying 5.25% p.a. on a maximum deposit of €5,000 with a term of six months was very well received. For new customers opening a custody account at the same time, comdirect granted a fund unit worth €50. We have made the terms and conditions of our winner custody account – a combination of a no-fee custody account and high interest call money account – even more attractive by increasing the return from 5% to 6% p.a.

In cooperation with TV station, n-tv, comdirect bank and comdirect private finance are offering a custody account check free of charge based on the Nobel Prize-winning portfolio theory developed by Harry M. Markowitz until the end of October. Customers can access the service easily via the internet by simply entering the assets in their custody account. All participants receive a detailed report with tips on how to optimise their portfolio from a risk and yield point of view. This also includes personal advice from the experts at comdirect private finance. n-tv is supporting the six-week campaign by showing numerous programmes for securities investors.

Product offensive

With comvalue, we are continually enhancing our product offering in the bank's three fields of competence, ensuring comprehensively high quality in terms of technology and service. The product initiatives launched in recent months have been very well received by our customers. Our relaunched mobile banking service, which supports more than 7,000 mobile phone models, thereby facilitating virtually unlimited access to the online offering of comdirect bank, has become an important access channel in a very short space of time. Our indexed transaction number function (iTAN) was also in great demand. The new standard is providing an additional security mechanism for transactions in brokerage and banking.

The product highlight in brokerage was the introduction of the new combination order, "one cancels other", towards the end of the third quarter. Customers can now give two different orders for one security. Whichever order is carried out depending on market conditions, the other is automatically cancelled. The function is suitable for activities such as linking limited purchase and sale orders. Experienced private

investors are therefore prepared for differing market scenarios – falling or rising prices – and are able to react more quickly and limit risks while securing gains if prices rise. In July and August, fund investors were able to invest in three Franklin Templeton funds whose investments include US growth stocks and selected technology stocks, with a discount of 80% on the regular front-end load of the renowned provider. The funds of this provider have never before been available in the market at such favourable conditions. With our popular fund of the month, investors benefited from further high discounts. Our fixed-term & funds offering was improved again with a lift in the interest rate from 5% to 6% and an updated fund selection.

In banking we extended our offering in September to include consumer loans with very attractive terms in conjunction with Süd-West-Kreditbank. The loans are available for terms of 12 to 84 months and for amounts of between €1,000 and €50,000. Customers can easily take out the flexibly structured loans online and there are no additional processing fees. The level of acceptance for our new travel funds range was very pleasing during the holiday season. comdirect customers can order 47 different currencies online and receive them by courier within two working days.

> Market: securities trading declines, interest rates continue to rise

The German equity markets have more than made up for the losses of the second quarter. On 29 September, the DAX stood at 6,004.33, up 5.7% since the temporary dip in July.

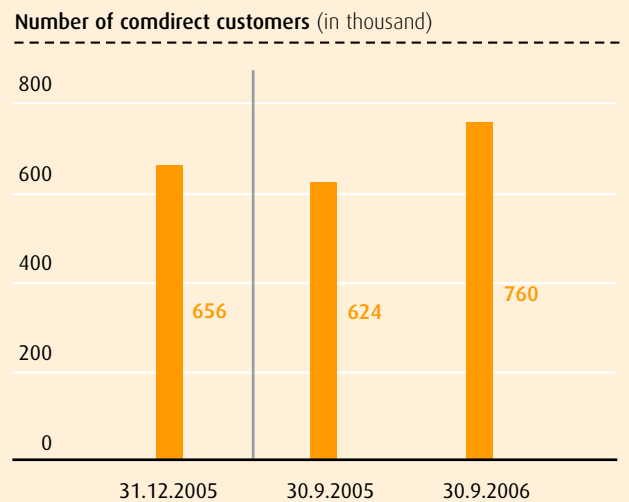
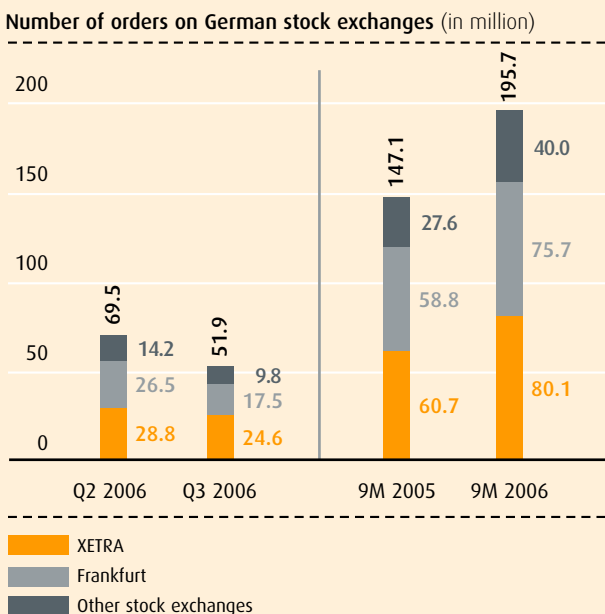
Consequently, the index moved largely parallel to the Dow Jones Industrial Average Index, the benchmark for the US stock market. Mid and small caps also posted gains in the third quarter. Despite the rally, securities trading on the German stock exchanges lost momentum, partly due to seasonal reasons. Overall, 51.9 million orders were executed between July and September, 25.3% less than in the previous quarter and 2.9% less than in the third quarter of 2005.

The framework conditions for the deposit and lending business as well as treasury at comdirect bank were strongly influenced by developments in money market interest rates. In August, the European Central Bank increased the key interest rate for the fourth time since December 2005. Another hike followed at the start of October, putting the rate at 3.25%.

> Customer numbers, structure and assets: on course for further growth with comvalue

comdirect bank increased its customer base to well over 750,000 in the third quarter of 2006, thereby passing an important milestone. As of 30 September 2006, a total of 759,986 customers were using our products and services in the three fields of competence, 16,320 more than three months ago. Since the 2005 year-end, we have gained 103,922 customers.

However, comdirect bank is not only attracting a large number of new customers, but is also convincing more and more



existing customers of the advantages of our integrated offering. This is reflected in the growth of individual products. Growth in the number of current accounts was again particularly strong: at the end of September, comdirect was servicing 229,719 current accounts, 17,166 more than at the end of the first half and a gain of 73,761 since the end of 2005. The increase in numbers since the start of the year outstrips the ambitious targets set under comvalue to the end of September.

The growth trend in custody accounts from the previous quarters also continued. In the period July to September, the number of accounts rose by 5,347 to 593,819, an increase of 7.8% in nine months. This positive trend is primarily due to the fact that some new customers initially gained through the current account have also opened a custody account. At comdirect, the sustained trend towards greater private provisioning is reflected in trends such as the continuous rise in securities savings plans. In the third quarter, the number of savings plans climbed 2.9% to 112,365.

In our financial advisory services, we have almost doubled the number of customers since the start of the year, with a rise from 8,240 to 15,854. 2,552 customers joined in the third quarter, many of whom also use our brokerage and banking services.

As of 30 September 2006 assets under custody at comdirect amounted to €14.94bn, up €0.65bn since the end of the previous quarter. In addition to net fund inflows, this figure also reflects the movement in prices for equities and funds. The considerable rise in customer assets since the start of the year (up 16.0%) is due, in particular, to constant growth in deposit volumes.

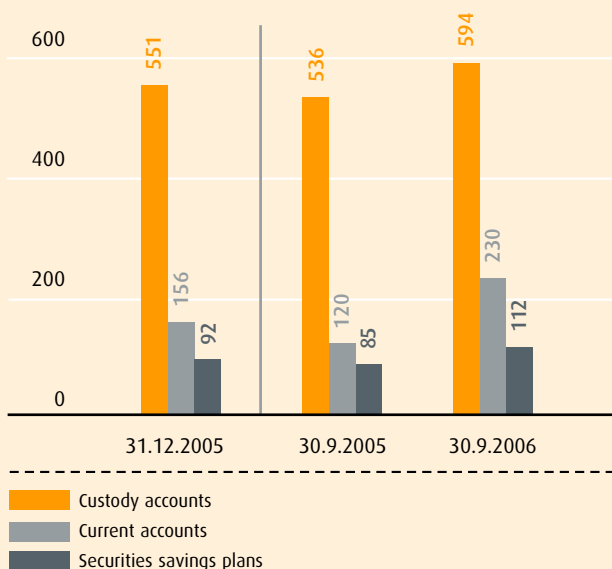
> Brokerage: order numbers still significantly higher than in the previous year

After extraordinarily buoyant trading in the first half of 2006, order figures declined in the third quarter, largely in line with developments on the German stock markets. However, with 1.68 million orders executed, our performance in this area is still bordering on the average for the four quarters of 2005 (1.67 million orders). comdirect has executed 6.61 million orders to date in the current year, 36.7% more than in the same period in 2005. At 15.2, annualised order activity per custody account for the first nine months of 2006 was also significantly up on the previous year (12.0). Securities turnover increased to €37.81bn (previous year: €23.55bn).

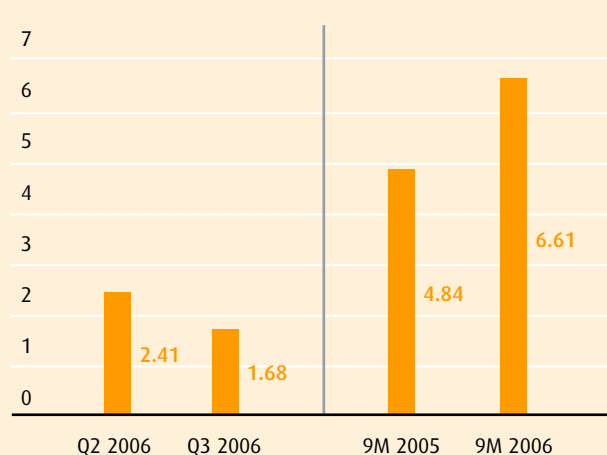
Through a total of three no-fee campaigns in LiveTrading, we enabled customers to carry out OTC trading in selected products from our trading partners at no charge. In addition, customers were also able to subscribe for shares in six IPOs via comdirect. In our funds business, we carried out several campaigns allowing customers to acquire units with a deep discount on front-end loads. Demand was pleasing for the star ensemble selection of six funds from six continents, which was put together for the World Cup and offered an 80% discount on the front-end load.

The portfolio volume rose in the third quarter as a result of net fund inflows and price rises from €7.19bn to €7.53bn. The funds volume climbed 7.3% to €3.43bn.

Development of selected products (in thousand)



Executed orders (in million)



> Banking: high deposit volume, attractive interest rates

The high interest fixed-term deposits and the sharp rise in the number of current accounts resulted in considerable growth in the deposit volume. As of 30 September 2006, this totalled €3.98bn (end 2005: €2.72bn), the majority of which is attributable to term deposit accounts.

The volume of lending to customers amounted to €206m as of 30 September 2006 (end 2005: €198m). The major portion of this is again attributable to loans to buy securities. The new consumer loan offering has no impact on the lending volume as comdirect acts as an intermediary here.

As with the previous interest rate changes by the European Central Bank, comdirect bank has responded to the repeated hikes in the key interest rates within the space of a few days with an adjustment in its terms and conditions. The interest rate for most time deposit and fixed-term deposit accounts was increased by 20 basis points on 15 August.

> Advice: even greater interlinking with online business

comdirect private finance has further expanded its presence in Germany with a focus on major business regions. After opening new offices in Regensburg and Bielefeld in September, comdirect private finance now has 17 offices. Despite traditionally weaker business activity in the summer months, the number of customers increased by 2,552 to

15,854. This even outstripped growth in the previous quarters and the number of advisers rose by 13 to total 141 as of 30 September 2006.

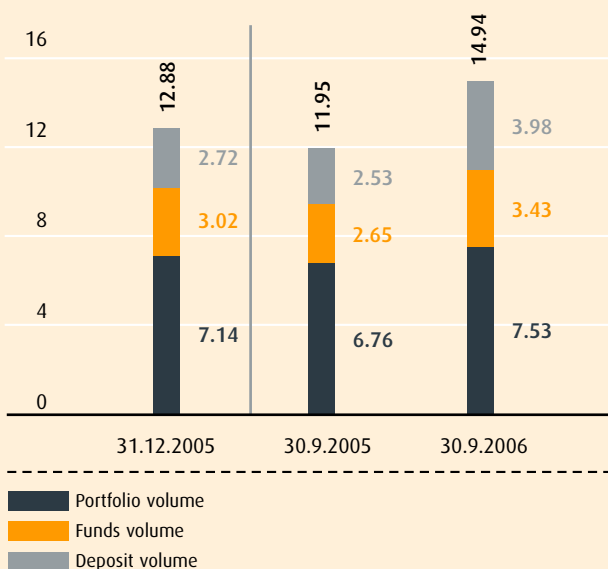
Operating activities in the advice field of competence are also expanding continually. After nine months, comdirect private finance generated commission income amounting to €10.1m, up 136.9% on the previous year (€4.3m). Around half of this is attributable to placement activities for life assurance, pensions and occupational invalidity insurance. The growing trend towards private provisioning remains intact and this is reflected particularly in the strong demand for state-subsidised Riester and Rürup pension products.

The placement of closed-end funds and investment products also generated considerably higher commission income compared to the previous year. Investment advice will become even more important in the future, not least due to the advisory meetings resulting from the portfolio analysis campaign with n-tv. comdirect private finance advisers are certified by the German Institute for Asset Accumulation (Institut für Vermögensaufbau) and support investors in optimising their portfolios in accordance with the required risk/yield profile.

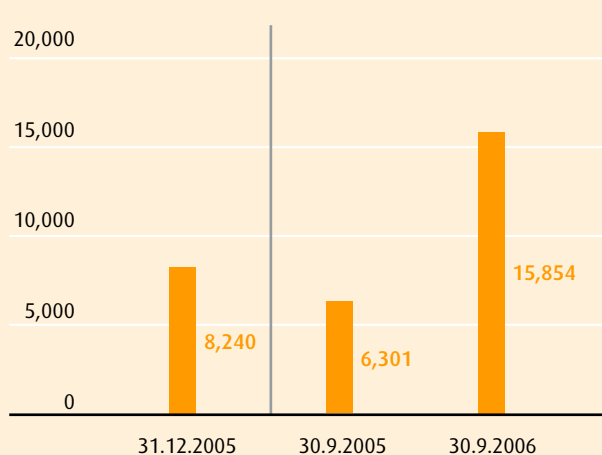
> Earnings situation: target in sight, stabilising effect of comvalue evident

In the first three quarters of 2006, comdirect bank achieved pre-tax profit of €64.2m, not only exceeding the comparative figure for the previous year (€44.9m) by 43.2%, but also the overall profit figures for 2005 (€52.8m). The profit target of over €70m is firmly in sight.

Volume of total assets under custody (in € billion)



Customers of comdirect private finance AG



In light of the deterioration in market conditions in the third quarter, profit was down by 20.0% to €17.4m compared to the second quarter. While net commission income declined, there was a renewed rise in net interest income. Although marketing costs recorded a slight increase – partly due to the preparation of campaigns in the fourth quarter – overall administrative expenses were below the figure for the second quarter. The main reason for this is a reduction in costs related to order numbers.

Net income after tax for the first nine months of the year amounted to €41.0m (previous year: €30.1m) and earnings per share to €0.29 (previous year: €0.21). The cost/income ratio improved from 65.0% in the same period in the previous year to 59.8%. Annualised earnings per customer increased from €278.5 to €299.2.

Net commission income

Net commission income in the period July to September amounted to €27.1m, down 27.9% on the high figure achieved in the previous quarter. For the nine-month period, net commission income totalled €103.7m, 47.1% higher than the previous year's figure (€70.5m). In addition to trading in equities and structured products, this result was due to the growing funds business. Both portfolio holdings commission and the commission related to trading volumes outperformed the respective figures for the previous year. Moreover, the newly expanded business activities of comdirect private finance impacted positively on net commission income.

Net interest income and other earnings components

Net interest income before provisions increased again considerably in the third quarter, rising from €21.9m in the second quarter to €23.8m. With the expansion of business activities, we have also increased provisions for possible loan losses by

€1.3m to €2.5m in the current year. Since the start of the year, comdirect bank has achieved net interest income of €64.8m, over a third more than in the first nine months of the previous year (€48.0m).

comdirect bank uses interest rate swaps to hedge the price reserves of the investment portfolio. This produces a result from hedge accounting of €-0.03m (previous year: €-0.11m). Income from investments and securities portfolio of €-5.5m is due to portfolio optimisation which takes account of changes in the interest rate environment. The previous year's figure of €7.1m was dominated by the further sale of comdirect Ltd which generated additional revenue of €5.4m.

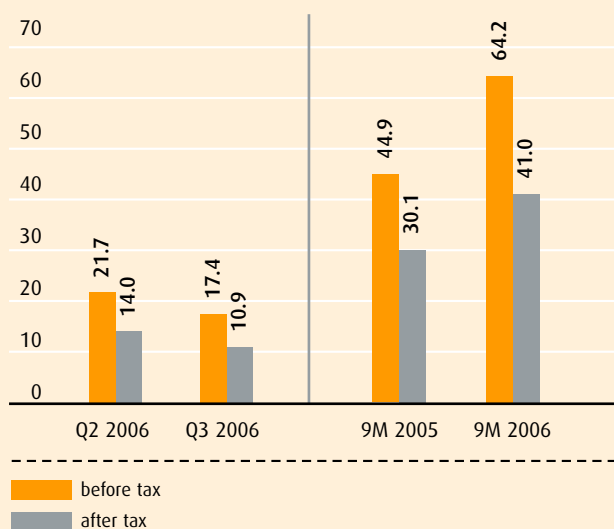
Administrative expenses

The year-on-year change in administrative expenses is dominated by the costs of the newly intensified product and market offensive under comvalue. Compared to the previous year (€85.2m), these costs increased by 16.8% to €99.5m.

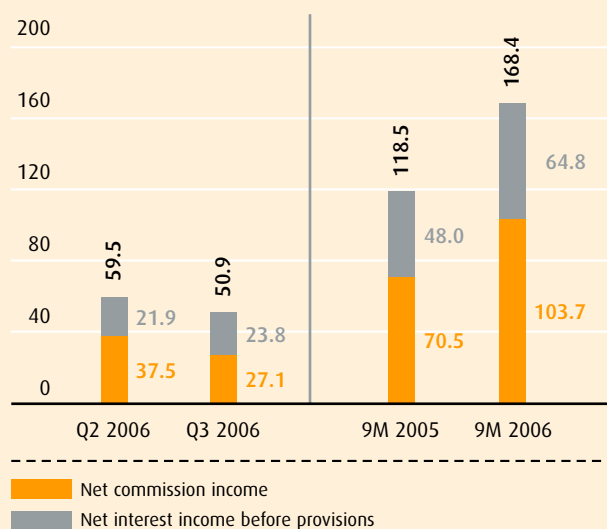
A significant result of the growth-related marketing costs was a rise in other administrative expenses, up year-on-year by 19.8% to €67.8m.

Personnel expenses reported an increase of 13.8% to €24.7m in the first nine months of the year. This was primarily due to additional new staff including in the service and IT departments. These personnel increases take account of the growing requirements arising from the increased customer numbers and expansion of our product range. As of 30 September, comdirect bank employed 732 employees throughout the group (end 2005: 638 employees). Of these, 26 (end 2005: 20 employees) were employed by comdirect private finance.

Consolidated profit before and after tax (in € million)



Net commission income and net interest income (in € million)



Following slightly higher investments in the current year, including in relation to the acquisition of a customer portfolio from American Express Bank, depreciation rose marginally compared to the previous year (€6.9m) to €7.1m.

Results in the business lines

In comdirect's online business line, which encompasses the brokerage and banking fields of competence, profit from ordinary activities in the first nine months of 2006 rose by 37.6% to €64.9m (previous year: €47.2m). With profit from ordinary activities of €-0.7m, (previous year: €-2.3m), the comdirect offline business line, which comprises the advice field of competence, is approaching breakeven.

> Outlook: aiming even higher with the continued development of comvalue

Following the success of the first nine months of the financial year, our pre-tax profit target of over €70m is firmly in sight. We will again be proposing to distribute the surplus generated by comdirect bank AG to our shareholders in full.

The performance to date of comvalue demonstrates the ability of comdirect bank to efficiently manage growth and value added for the benefit of its customers and shareholders. We are using this expertise and are now placing the focus for our market offensive on two products, Tagesgeld PLUS and our current account, both of which offer substantial customer and earnings potential. We are broadening our growth programme, further integrating our fields of competence and intend to considerably step up the pace again in our business expansion. We are investing more in growth and

our targets have become significantly more demanding. By the end of 2009, we intend to increase the number of customers to over 1.3 million.

comdirect bank is set to launch its new investment product, Tagesgeld PLUS, in the fourth quarter of 2006. In brokerage, the number of funds eligible for savings plans doubled to over 200 at the beginning of October. In banking, we are working on enhancing our online functions on a targeted basis in order to make it even easier to structure day-to-day cash transactions and investments. We also responded to the renewed interest rate hike by the ECB with a further adjustment to the terms and conditions for our deposit business in mid October. In advice we will be expanding our investment advisory services following the successful portfolio analysis campaign. For the fourth quarter, we are also expecting particularly strong demand for insurance solutions offering tax advantages. Consequently, the signals for growth also remain on green in advice.

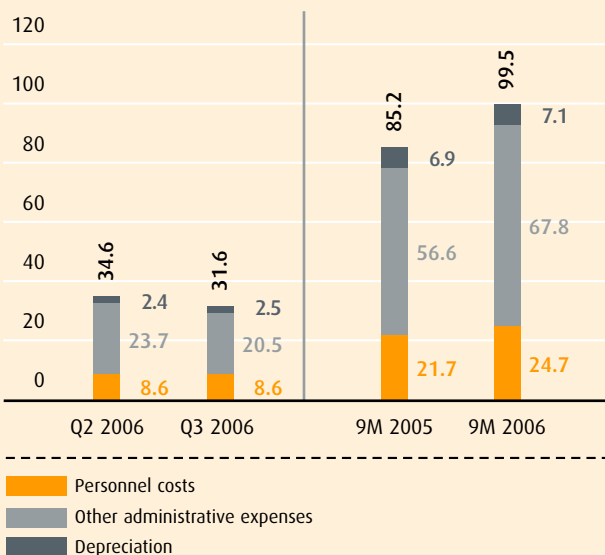
The continued development of comvalue uses the full potential of comdirect bank. We will therefore become the first choice direct bank for more and more modern investors. For our shareholders, this represents an investment in a high growth company with an excellent earnings outlook.

Sincerely,

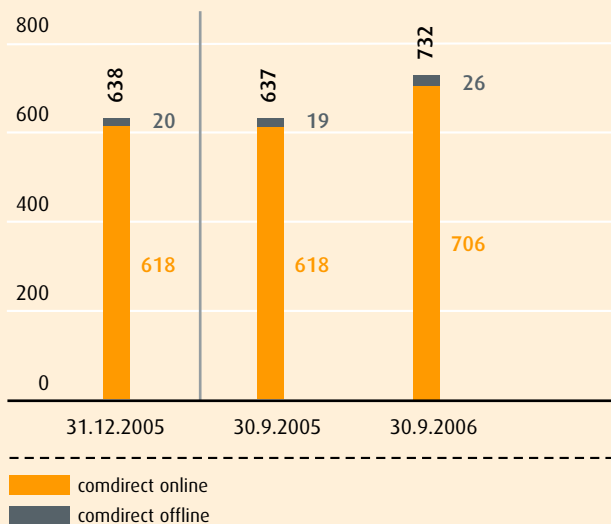


Dr. Andre Carls
CEO

Administrative expenses (in € million)



Number of employees



> The Share

> Considerable gains in the third quarter

comdirect shares have performed well over the past three months and at €8.45 on 30 September 2006, the shares were up 11.8% on the closing price for the middle of the year. The DAX rose 5.65% over the same period to 6,004.33 points and at the end of the quarter exceeded the psychologically significant 6,000 points mark for the first time since May. In the third quarter the Prime Financial Services Share Index climbed 9.15% to 682.94.

Compared to the 2005 year-end, comdirect shares have gained 6.16%. The total shareholder return, including dividend payments, amounts to 9.17% for the nine-month period.

One of the highlights for our Investor Relations department was the presentation of our half-year figures, which were published only 21 days after the reporting date and explained by the Board of Managing Directors in a conference call. An on-demand version of the presentation is available on our website. As part of the road show in Hamburg, the Board of Managing Directors presented the bank's business

performance and strategy and also held a large number of individual meetings with institutional investors and analysts.

comdirect bank came third out of the SDAX companies in this year's "Best Annual Report" competition run by "manager magazin" and was also named as the No. 5 financial services provider in Europe. For content and design we were awarded "good" and for language quality "very good". The "Best Annual Report" awards bestowed by "manager magazin" are the benchmark competition for German companies because of the detailed catalogue of requirements.

Data and key figures of the share

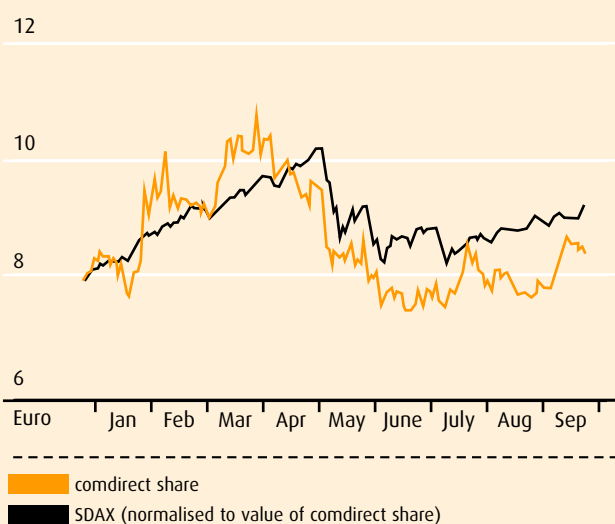
German Securities code no.	542 800	1) indirectly
ISIN code	DE0005428007	
Stock-exchange code	COM	
	Reuters: CDBG.DE	
	Bloomberg: COM GR	
Stock-exchange segment	SDAX	
Number of shares issued	140,824,172 no-par-value shares	
Designated Sponsor	Commerzbank AG	
Shareholder structure	79.82% Commerzbank AG ¹⁾	
	20.18% Free float	

Key figures 9 months 2006

Average daily turnover in units	XETRA	137,144
	Frankfurt	18,256
	Other stock exchanges	5,978
		161,378

Opening quotation XETRA (2.1.2006)	€ 8.10
Highest price XETRA (3.4.2006)	€ 10.75
Lowest price XETRA (27.6.2006)	€ 7.45
Closing quotation XETRA (29.9.2006)	€ 8.45
Market capitalisation (29.9.2006)	€ 1,189.96 m
Earnings per share	€ 0.29

Development of comdirect share price 30.12.2005 to 30.9.2006 (in Euro)



> Income statement

Income statement of comdirect bank group according to IFRS/IAS*

€ thousand	1.1. to 30.9.		1.7. to 30.9.	
	2006	2005	2006	2005
Interest income	100,405	65,300	37,433	22,705
Interest expenses	35,648	17,336	13,603	5,960
Net interest income before provisions	64,757	47,964	23,830	16,745
Provision for possible loan losses	- 2,538	- 1,085	- 1,267	- 486
Net interest income after provisions	62,219	46,879	22,563	16,259
Commission income	123,793	82,661	32,373	31,010
Commission expenses	20,116	12,171	5,291	4,275
Net commission income	103,677	70,490	27,082	26,735
Result from hedge accounting	- 28	- 106	- 110	- 88
Income/loss from investments and securities portfolio	- 5,544	7,101	- 1,791	5,680
Administrative expenses	99,516	85,167	31,564	30,022
Personnel costs	24,674	21,676	8,572	7,937
Other administrative expenses	67,750	56,557	20,492	19,969
Marketing costs	28,962	21,924	10,531	8,780
Communication costs	1,601	1,396	460	479
Consulting costs	6,949	6,431	2,210	2,808
External services	16,170	14,503	4,022	4,723
Sundry administrative expenses	14,068	12,303	3,269	3,179
Depreciation of office furniture and equipment and intangible assets	7,092	6,934	2,500	2,116
Other operating result	3,429	5,654	1,170	1,801
Profit from ordinary activities	64,237	44,851	17,350	20,365
Pre-tax profit	64,237	44,851	17,350	20,365
Taxes on income	23,220	14,711	6,464	5,844
After-tax profit	41,017	30,140	10,886	14,521
Net profit	41,017	30,140	10,886	14,521

Earnings per share

		1.1. to 30.9.		1.7. to 30.9.	
		2006	2005	2006	2005
Net profit	€ thousand	41,017	30,140	10,886	14,521
Average number of ordinary shares	Shares	140,802,862	140,663,380	140,823,795	140,743,300
Basic earnings per share	€	0.29	0.21	0.08	0.10
Net profit	€ thousand	41,017	30,140	10,886	14,521
Adjustment to the number of ordinary shares issued due to outstanding option rights	Shares	533,398	717,119	533,398	717,119
Weighted average shares outstanding (diluted)	Shares	141,336,260	141,380,499	141,357,193	141,460,419
Diluted earnings per share	€	0.29	0.21	0.08	0.10

* unaudited

> Quarter-on-quarter comparison

Income statement of comdirect bank group according to IFRS/IAS on a quarterly comparison*

€ thousand	2005				2006		
	Q1	Q2	Q3	Q4	Q1	Q2	Q3
Interest income	20,743	21,852	22,705	23,303	29,158	33,814	37,433
Interest expenses	5,521	5,855	5,960	7,247	10,141	11,904	13,603
Net interest income before provisions	15,222	15,997	16,745	16,056	19,017	21,910	23,830
Provision for possible loan losses	- 221	- 378	- 486	- 333	- 854	- 417	- 1,267
Net interest income after provisions	15,001	15,619	16,259	15,723	18,163	21,493	22,563
Commission income	26,812	24,839	31,010	33,650	46,493	44,927	32,373
Commission expenses	4,578	3,318	4,275	5,107	7,442	7,383	5,291
Net commission income	22,234	21,521	26,735	28,543	39,051	37,544	27,082
Result from hedge accounting	0	- 18	- 88	66	- 53	135	- 110
Income/loss from investments and securities portfolio	322	1,099	5,680	- 350	- 199	- 3,554	- 1,791
Administrative expenses	26,136	29,009	30,022	34,163	33,324	34,628	31,564
Personnel costs	6,717	7,022	7,937	7,936	7,550	8,552	8,572
Other administrative expenses	17,221	19,367	19,969	23,766	23,546	23,712	20,492
Marketing costs	6,665	6,479	8,780	11,738	8,492	9,939	10,531
Communication costs	455	462	479	513	570	571	460
Consulting costs	1,635	1,988	2,808	2,076	2,809	1,930	2,210
External services	4,565	5,215	4,723	5,324	6,062	6,086	4,022
Sundry administrative expenses	3,901	5,223	3,179	4,115	5,613	5,186	3,269
Depreciation of office furniture and equipment and intangible assets	2,198	2,620	2,116	2,461	2,228	2,364	2,500
Other operating result	1,621	2,232	1,801	- 1,890	1,557	702	1,170
Profit from ordinary activities	13,042	11,444	20,365	7,929	25,195	21,692	17,350
Pre-tax profit	13,042	11,444	20,365	7,929	25,195	21,692	17,350
Taxes on income	4,753	4,114	5,844	3,882	9,046	7,710	6,464
After-tax profit	8,289	7,330	14,521	4,047	16,149	13,982	10,886
Net profit	8,289	7,330	14,521	4,047	16,149	13,982	10,886

* unaudited

> Balance sheet

Balance sheet of comdirect bank group according to IFRS/IAS*

Assets

€ thousand	as of 30.9.2006	as of 31.12.2005
Cash reserve	74,062	3,340
Claims on banks	2,140,827	1,350,108
Claims on customers	206,476	197,740
Provisions for possible loan losses	- 3,911	- 2,823
Positive fair values from derivative hedging instruments	2,476	1,841
Investments and securities portfolio	2,180,783	1,779,751
Intangible assets	18,781	10,371
Fixed assets	11,013	11,462
Tax assets	4,010	913
Other assets	6,966	13,994
Total assets	4,641,483	3,366,697

Liabilities and equity

€ thousand	as of 30.9.2006	as of 31.12.2005
Liabilities to banks	0	0
Liabilities to customers	3,983,866	2,718,446
Negative fair values from derivative hedging instruments	347	0
Provisions	19,695	18,135
Tax liabilities	10,757	9,214
Other liabilities	22,452	21,697
Equity	604,366	599,205
Subscribed capital	140,824	140,761
Capital reserve	368,987	368,426
Retained earnings		
Other revenue reserves	56,347	56,337
Revaluation reserves	- 2,809	- 102
Consolidated profit 2005	-	33,783
Consolidated profit as of 1.1. to 30.9.2006	41,017	-
Total liabilities and equity	4,641,483	3,366,697

* unaudited

> Statement of changes in equity

€ thousand	2006	2005
Equity as of 1.1.	599,205	600,526
Changes in the financial year		
a) Subscribed capital	63	252
b) Capital reserve	561	1,063
c) Retained earnings	10	- 230
Differences resulting from the application of IFRS 2 and other variations	10	- 230
d) Revaluation reserve	- 2,707	2,938
e) Dividend payout comdirect bank AG	- 33,783	- 33,722
f) Consolidated profit as of 1.1. to 30.9.	41,017	30,140
Equity as of 30.9.	604,336	600,967

> Cash flow statement

€ thousand	2006	2005
Cash and cash equivalents as of 1.1.	3,340	3,532
Cash flow from operating activities	109,731	81,170
Cash flow from investment activities	- 5,663	78
Cash flow from financing activities	- 33,346	- 33,380
Cash and cash equivalents as of 30.9.	74,062	51,400

Cash and cash equivalents correspond to the balance-sheet item cash reserve and include cash on hand and balances held at central banks.

Apart from the net profit, changes in assets and liabilities from operating activities after correction for non-cash items – e.g. depreciation – cash flow from operating activities also includes interest and dividends paid and received as well as taxes on income paid.

> Segment reporting

Segment reporting by business lines*

€ thousand

1.1. to 30.9.2006

	comdirect online	comdirect offline	Group management/ consolidation/ others	comdirect bank group total
Net interest income before provisions	64,808	- 51	0	64,757
Provision for possible loan losses	- 2,538	0	0	- 2,538
Net interest income after provisions	62,270	- 51	0	62,219
Net commission income	100,560	3,771	- 654	103,677
Result from hedge accounting	- 28	0	0	- 28
Income/loss from investments and securities portfolio	- 5,544	0	0	- 5,544
Administrative expenses	94,892	6,177	- 1,553	99,516
Other operating result	2,533	1,795	- 899	3,429
Profit/loss from ordinary activities	64,899	- 662	0	64,237
Pre-tax profit/loss	64,899	- 662	0	64,237
Taxes on income	23,220	0	0	23,220
After-tax profit/loss	41,679	- 662	0	41,017
Net profit/loss	41,679	- 662	0	41,017
Acquisition costs of segment assets	14,647	337	-	14,984
Depreciation on segment assets	6,740	283	-	7,023
Cost/income ratio	58.5%	112.0%	-	59.8%
Segment income	212,899	11,996	- 1,604	223,291
Segment expenses	148,000	12,658	- 1,604	159,054
Segment assets	4,600,941	440	40,102	4,641,483
Segment debt	3,984,213	668	52,236	4,037,117

Allocation to the segments is based on the business lines of the comdirect bank group. Determination of the business lines was carried out in compliance with IAS 14 and its principle of materiality.

* unaudited

> Segment reporting

Segment reporting by business lines*

€ thousand

1.1. to 30.9.2005

	comdirect online	comdirect offline	Group management/ consolidation/ others	comdirect bank group total
Net interest income before provisions	47,950	14	0	47,964
Provision for possible loan losses	- 1,085	0	0	- 1,085
Net interest income after provisions	46,865	14	0	46,879
Net commission income	69,572	1,604	- 686	70,490
Result from hedge accounting	- 106	0	0	- 106
Income/loss from investments and securities portfolio	7,101	0	0	7,101
Administrative expenses	81,690	4,995	- 1,518	85,167
Other operating result	5,433	1,053	- 832	5,654
Profit/loss from ordinary activities	47,175	- 2,324	0	44,851
Pre-tax profit/loss	47,175	- 2,324	0	44,851
Taxes on income	14,711	0	0	14,711
After-tax profit/loss	32,464	- 2,324	0	30,140
Net profit/loss	32,464	- 2,324	0	30,140
Acquisition costs of segment assets	5,176	113	-	5,289
Depreciation on segment assets	6,750	183	-	6,933
Cost/income ratio	62.9%	187.0%	-	65.0%
Segment income	157,358	5,521	- 1,536	161,343
Segment expenses	110,183	7,845	- 1,536	116,492
Segment assets	3,166,484	162	25,632	3,192,278
Segment debt	2,546,016	514	44,781	2,591,311

Allocation to the segments is based on the business lines of the comdirect bank group. Determination of the business lines was carried out in compliance with IAS 14 and its principle of materiality.

* unaudited

> Accounting standard and other information

The report of comdirect bank as of 30 September 2006 conforms to the rules of the International Financial Reporting Standards (IFRS) and the rules of the International Accounting Standards (IAS).

The same measurement and calculation methods were applied as for the 2005 consolidated financial statements of comdirect bank.

Segment reporting by business lines is shown on pages 14 and 15. The comdirect online business line includes the brokerage and banking fields of competence and the comdirect offline business line comprises the advice field of competence.

The present interim accounts are unaudited.

Currency translation

Assets and liabilities in the balance sheet, which appear in foreign currency, are translated at the spot rate as of the balance sheet date. Costs and earnings are translated at fair market value.

Customer base

On 1 January 2006, a customer portfolio acquired from American Express Bank GmbH was transferred to comdirect bank AG. In 2005, comdirect bank already paid 70%, or €9.1m, of the purchase price totalling around €13.0m, which was reported under other assets at the year-end. In accordance with IFRS, the acquired customer base is to be reported as an intangible asset. The balance sheet shows acquisition costs and ancillary acquisition costs subject to capitalisation under intangible assets.

Hedge accounting

In the reporting period further interest rate swap agreements were concluded to hedge against fair value fluctuations on individual underlying transactions. The rules of micro hedge accounting apply to the combination of underlying transaction and hedging transaction. The derivative hedging instruments are carried at fair value. The fair values determined are reported in the balance sheet under "Positive fair values from derivative hedging instruments" or "Negative fair values from derivative hedging instruments". As a result of accrued interest, negative fair values from derivative hedging instruments totalling €347 thousand were generated for the first time as of 30 September 2006. The resulting

changes in the fair value of the hedge and the underlying transaction are netted off and charged to income in the item "Result from hedge accounting". The nominal value of the underlying transaction and the hedging transaction stood at €283m each as of 30 September 2006 (€200m as of 31 December 2005).

Stock options

As part of the stock option programme approved by the annual general meeting on 11 May 2000, we issued a total of 3,104,580 subscription rights to employees and members of the Board of Managing Directors of comdirect bank as of 30 September 2006. As of the reporting date, 1,033,840 of these subscription rights had expired.

Capital measures

On 4 May 2006, the annual general meeting adopted a resolution to increase the capital from company funds with a subsequent due reduction in capital of the same amount. This measure serves to transfer tied retained earnings (Section 272 para. 2 No. 1 of the German Commercial Code – HGB) resulting from the IPO to free capital reserves (Section 272 para. 2 No. 4 of the German Commercial Code – HGB).

The level of subscribed capital and the capital reserve remains unchanged following completion of both these measures.

As the conditional capital I+II automatically increased as a result of the capital measures outlined above, it was reduced to the original amount by resolution of the annual general meeting.

Changes to the Supervisory Board

On 20 March 2006, the lower regional court (Amtsgericht) of Pinneberg appointed Frank Klaus Annuscheit to the Supervisory Board as shareholder representative, at the request of the Board of Managing Directors of comdirect bank AG. Frank Klaus Annuscheit succeeds Rainer Beaujean, who retired from the post on 31 August 2005. Frank Klaus Annuscheit has been appointed for the period until the next annual general meeting of comdirect bank AG.

Frank Klaus Annuscheit was appointed to the Supervisory Board by the annual general meeting of comdirect bank AG in Hamburg on 4 May 2006.

> Financial calendar 2006

14 February	Press/Analysts' conference in Frankfurt/Main
14 March	Annual report 2005
24 April	Quarterly report 2006
4 May	Annual general meeting in Hamburg
8 June	Cheuvreux European Small & Mid Cap Conference in London
21 July	Half-year report 2006
23 October	Nine-month report 2006
8 November	HSBC European Mid Caps Conference in Paris
28 November	Deutsches Eigenkapitalforum in Frankfurt/Main
5 December	ESN European Small & Midcap Conference in London

> Financial calendar 2007

13 February	Press/Analysts' conference in Frankfurt/Main
14 March	Annual report 2006
24 April	Quarterly report 2007
3 May	Annual general meeting in Hamburg
24 July	Half-year report 2007
23 October	Nine-month report 2007

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