

Press release

EUR 20 billion Federal German Government Guarantee extended until 31 December 2009

Munich, 26 March 2009 – As part of the EUR 50 billion liquidity facility provided to Hypo Real Estate Group on 13 November 2008 by a consortium of German banks and insurance companies, the Federal Government and the Deutsche Bundesbank, the German government has extended the term of its EUR 20 billion guarantee until 31 December 2009.

The validity of the overall facility was set for an initial expiration date on 31 March 2009, in line with applicable EU law. Accordingly, the whole EUR 50 billion liquidity facility provided since 13 November 2008 has been extended to run until December 2009.

Hypo Real Estate Bank AG, as part of Hypo Real Estate Group, will henceforth be able to use the framework guarantee to issue guaranteed senior unsecured bonds on a revolving basis.

As part of the liquidity facility, the German government already extended on 17 March 2009 its guarantee for notes issued by Hypo Real Estate Group until 31 December 2009. This guarantee collateralises EUR 15 billion in notes issued by Hypo Real Estate Bank AG. The extension of the term of the guarantee also automatically extended the term of an additional EUR 15 billion in notes.

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