

Munich, 30.10.2008: Release of an Ad hoc announcement according to § 15 WpHG

**Hypo Real Estate Holding AG: Financial Markets Stabilisation Fund guarantees
ban bond; first element of liquidity facility agreed with consortium of banks**

Munich, 30 Oct 2008 – The German Financial Markets Stabilisation Fund ('SoFFin') today granted the EUR 15 billion guarantee applied for by Hypo Real Estate Group on 28 Oct 2008. The guarantee will cover a bank bond which Hypo Real Estate Group can pledge to draw on a special EUR 15 billion liquidity support facility from Deutsche Bundesbank. The guarantee has a short-term maturity. It is planned to refinance the liquidity provided hereunder with the liquidity facility to be provided by a German financing consortium, Deutsche Bundesbank, and the German Ministry of Finance, as announced earlier.

The Group today also reached an agreement with the financing consortium on a key element of this latter facility. It is envisaged to provide the full extent of liquidity facilities by mid-November.

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