

Hypo Real Estate Holding AG
Ad hoc Announcement

Q2 2007 results above expectations – full year forecast raised

The Hypo Real Estate Group has continued its successful development in Q2 2007 and, based on initial estimates, will report net income before taxes for the Group of approx. EUR 183 million for this period. This good result is mainly due to the exceptionally high new business of EUR 10 billion in the second quarter, which is reflected in considerably higher net commission income.

In view of this positive development, the Management Board has raised its forecast for the whole of the year 2007. Consolidated net income before taxes is now expected to rise to more than EUR 710 million (previous forecast: more than EUR 680 million).