

Press release

Hypo Real Estate Group has sold its asset management subsidiary Collineo to Sal. Oppenheim

Munich, 4 September 2008 - Hypo Real Estate Group has sold its asset management subsidiary Collineo Asset Management GmbH (Collineo) to family-owned bank group Sal. Oppenheim jr. & Cie. The transaction is still subject to several closing conditions including regulatory approvals. It is expected to be completed by the end of the year or early first quarter 2009. The parties have agreed not to disclose details of the purchase price. Hypo Real Estate Group does not expect the closing of the transaction to have a material impact on its earnings.

Collineo is a financial services provider for structured financial products. The company is based in Dortmund, and employs 22 persons. It offers advisory services for various financial products to German and international investors, and focuses on management of portfolios in the fields of MBS (Mortgage Backed Securities), ABS (Asset Backed Securities) and CDOs (Collateralized Debt Obligations) in Europe and the USA. Collineo has received a license for financial portfolio management, investment advice, investment broking, contract broking and placement business from the Bundesanstalt für Finanzdienstleistungen (BaFin).

Tom Glynn, Member of the Management Board of the Hypo Real Estate Group and responsible for Capital Markets and Asset Management: "The sale of Collineo Asset Management will enable us to further round off the profile of the Hypo Real Estate Group. We focus on core business activities in commercial real estate lending as well as public sector and infrastructure finance. Collineo has acquired a strong partner with Sal. Oppenheim. The company's employees accordingly now have a new perspective."

About Hypo Real Estate Group

Following the acquisition of DEPFA Bank plc in October 2007, **Hypo Real Estate Group** has evolved into one of the leading international financial services providers for commercial real estate lending, public finance and infrastructure finance. The Group, with total assets of € 395 billion, 1900 employees and offices across Europe, the Americas and Asia, consists of the non-operational listed Hypo Real Estate Holding AG and operational entities. Hypo Real Estate Bank International AG and Hypo Real Estate Bank AG conduct the international real estate financing business. DEPFA and DEPFA Deutsche Pfandbriefbank AG conduct the public sector and infrastructure finance business. Additional information is to be found on www.hyporealestate.com.

About SAL. OPPENHEIM JR. & CIE.

With regulatory capital of around € 2.2 billion and total assets of € 39 billion, Sal. Oppenheim jr. & Cie. is Europe's largest independent private bank. The Bank has been family-owned since its foundation in 1789. The focus of Sal. Oppenheim's activities lies in asset management and investment banking. The Asset Management Division serves both private and institutional investors. Corporate Finance and Financial Markets represent the core competencies in Investment Banking. Together with BHF-Bank, which it acquired at the beginning of 2005, Sal. Oppenheim manages assets totalling over € 150 billion and employs around 4,200 staff in Germany and Europe. In order to be able to fully exploit international growth opportunities in the future, Sal. Oppenheim moved the Group headquarters to Luxembourg with effect from 1 July 2007 and bundled all Group activities in the new Group parent company Sal. Oppenheim jr. & Cie. S.C.A. Additional information is to be found on www.sal-oppenheim.com.

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