

Press release

Hypo Real Estate Bank International AG and Hypo Real Estate Bank AG: Successful completion of approx. € 124 million acquisition facility for Babcock & Brown Group

Munich/London, 02 November 2007: Hypo Real Estate Bank International AG and Hypo Real Estate Bank AG, members of the Hypo Real Estate Group, have provided an approx. € 124 million acquisition facility to Babcock & Brown Group for the acquisition of a portfolio of 6 retail assets in Austria and Eastern Europe.

Babcock & Brown initially agreed to acquire a portfolio of 10 assets from Austrian real estate developer MID Group, before selling 4 assets onto Dawnay, Day Carpathian PLC prior to closing. The €124 million facility has therefore been provided to finance the acquisition of the 6 remaining assets located in Austria, Hungary and Slovenia, consisting of supermarkets, retail warehouses and shopping centres mostly in prime locations. The global letting area is around 90.000 sqm and the properties are predominantly let to major international brand retailers.

Commenting, Frank Lamby, Member of the Board of Hypo Real Estate Group, said: “We are delighted to be working with Babcock & Brown again to provide them with a complex, multi regional acquisition facility that supports their activities in Central and Eastern Europe”.

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