

Press release

Second "Slimbo" money market bond issued by Hypo Real Estate Bank International AG (Stuttgart)

- **"Slimbo No. 2" with an issue volume of €1 billion**
- **Reoffer spread: 2.5 bp above eight-month Euribor**
- **ISIN: DE000A0JBSR3**
- **Maturity: 14.11.2006**

Stuttgart/Munich, 8 March 2006: Hypo Real Estate Bank International AG (Stuttgart) has issued its second "Slimbo" (Short Liquid Money Market Bond).

The "HI Slimbo No. 2" has an issue volume of €1 billion. It has a maturity of eight months and a coupon of 2,875%. The reoffer spread is 2.5 bp above eight-month Euribor. This is equivalent to a yield of 2,978%. The smallest tradable unit is €50,000. The "HI Slimbo No. 2" will be listed at the Stuttgart stock exchange. The lead managers are: Deutsche Bank, DRKW, HVB, IXIS CIB, LBBW and WestLB.

Information for editors:

"Slimbo"- Short Liquid Money Market Bond

This type of bond, which is a new funding instrument, is a bearer bond with a minimum issue volume of €500 million. "Slimbos" provide the advantages of high liquidity and a short life (approx. two years). The high liquidity, which will be retained until the last day of maturity, will be guaranteed by permanent market making of the lead managers. A further attractive aspect is the spread between bid and offer price which varies between one and four Cents depending on maturity. This means that the paper is very negotiable. Bloomberg and EUREX Bonds provide an electronic trading platform for the "Slimbo". Hypo Real Estate Bank International AG – at that time Wuerttembergische Hypothekenbank – issued its first "Slimbo" in September 2005 with an issue volume of €1 billion.

Hypo Real Estate Bank International AG, Stuttgart

The **Hypo Real Estate Bank International AG**, Stuttgart, is part of the **Hypo Real Estate Group** (HREG) one of the largest European providers of commercial real estate financing. The group consists of the non-operational listed holding company, namely **Hypo Real Estate Holding AG** based in Munich, and three operational entities. The **Hypo Real Estate Bank International AG** (Stuttgart) combines the international real estate financing activities. The centre of competence for the German market is **Hypo Real Estate Bank AG** based in Munich. **Hypo Public Finance Bank** (Dublin) combines public finance and Capital Markets activities.

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