

Press release

Hypo Real Estate Bank International issues third benchmark bond – volume reaches EUR 1.25bn

Dublin/Munich, January 10th 2004: Hypo Real Estate Bank International, Dublin, has successfully issued a third benchmark bond under its MTN-Programme. Comparable with the second benchmark-bond which came to the market in September 2004, this issue was met with great interest in the capital markets: The volume of EUR 1.25bn exceeded expectations.

The issue has a maturity of three years, pays a coupon of 3-months-Euribor +15bp and is listed in Dublin and Luxembourg. Joint bookrunners are Deutsche Bank, DZ Bank, HypoVereinsbank, IXIS CIB and Morgan Stanley. The Reoffer-Price was fixed at 99.8537%.

Eckehard Dettinger-Klemm, Executive Director at Hypo Real Estate Bank International, responsible for Treasury & Rates: “The success of our third Benchmark transaction again underlines that Hypo Real Estate Bank International has become a well established and accepted issuer in the capital markets”.

Note to the editors:

The MTN-program which provides the framework for issuing the bank’s bonds has a maximum outstanding volume of 10 billion euros. The arranger of the program is Morgan Stanley. Eleven other institutions are on the dealer list.

Hypo Real Estate Bank International, Dublin

Hypo Real Estate Bank International in Dublin is part of the Hypo Real Estate Group (HREG). The group is one of Europe's largest providers of commercial real estate finance. The corporate group consists of the non-operational, listed holding company, Hypo Real Estate Holding AG headquartered in Munich, and three operating units: Hypo Real Estate Bank International, Württembergische Hypothekenbank AG (WürttHyp) headquartered in Stuttgart, and Munich-based Hypo Real Estate Bank AG, Germany.

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