

## **Press release**

### **Successful Annual General Meeting of Hypo Real Estate Holding AG**

- **Group to pay higher dividend of EUR 1.50 per share**
- **Forecasts for 2007 confirmed**
- **Thomas Quinn: New member of the Supervisory Board**
- **Georg Funke: "Starting from a position of strength, the Hypo Real Estate Group will gradually develop into an Asset Finance House"**

**Munich, 23 May 2007:** At today's Annual General Meeting, the shareholders of Hypo Real Estate Holding AG have backed the Management Board's strategy of developing the group into an Asset Finance House. The shareholders have approved all proposed resolutions. The group is to pay a dividend of EUR 1.50 per share for the successful performance in financial 2006. This is equivalent to an increase of 50 % compared with the previous year (EUR 1.00 per share). Overall, EUR 201.1 million, and thus approx. 47% of adjusted consolidated net income after taxes, will be paid out to shareholders.

### **Thomas Quinn: New member of the Supervisory Board**

Thomas Quinn (54) is a new member of the Supervisory Board of Hypo Real Estate Holding AG. He is the head of UBS Real Estate Investment Banking. Mr. Quinn has replaced Robert Mundheim, who stepped down from his position on the Supervisory Board on 31 January 2007. The Annual General Meeting also confirmed Dr. Frank Heintzeler (67) as a member of the Supervisory Board; he had originally been appointed on 14 November 2006 pursuant to a resolution of the Munich local court for the deceased Dr. Ferdinand Graf von Ballestrem.

### **Forecasts for 2007 confirmed**

At the Annual General Meeting, the Management Board had confirmed the forecasts for financial 2007: Consolidated net income before taxes is expected to be at least EUR 680 million, and will thus increase by a around 20% or more. Return on equity after taxes is expected to be in a range of 11 to 12% (2006: 9.9%).

**Georg Funke, CEO of Hypo Real Estate Holding AG:** "The Hypo Real Estate Group has continued its successful track record, and in 2006 has again demonstrated its inherent potential. We have started a new phase of development in 2007: We are expanding our value chain and are developing new sources of income by ensuring that the group gradually moves from being a pure real estate financier and becomes a more broadly based Asset Finance House. Our highly motivated team with its international expertise will consistently drive this process forward."

### **1.900 Shareholders at the fourth Annual General Meeting**

Overall, approx. 1.900 shareholders attended the fourth Annual General Meeting of the DAX-listed company. As was the case last year, the Annual General Meeting was held in the International Congress Center (ICM) in Munich. The primary presence amounted to 54,49% of share capital. The shareholders have approved the proposed resolutions. In the case of item 6 on the agenda (resolution regarding the authorisation to purchase and use treasury shares in accordance with section 71 (1) no. 8 AktG), the Management Board has considered the comments of few shareholders ahead of the Annual General Meeting, and confirmed that the authorisation resulting from item 6 on the agenda will be used only subject to the following restrictions:

- If treasury shares are purchased within the framework of a public offer directed to all shareholders or by way of a public invitation to submit an offer, the Management Board will utilise the proposed authorisation only if the offer price does not differ by more than 10% from the relevant market price – as defined in accordance with the authorisation.
- When using treasury shares, the Management Board will only utilise the possibility of excluding the pre-emptive right of shareholders up to a limit of 5% of the share capital.

### **Note for editors**

- Details for voting results are set out in the following table.
- The CVs and photos of the members of the Supervisory Board Dr. Frank Heintzeler and Thomas Quinn can be downloaded from the following address [www.hyporealestate.com/Presse/Pressemappen](http://www.hyporealestate.com/Presse/Pressemappen) .

## **Hypo Real Estate Holding AG**

### **A) Voting results of the Annual General Meeting on 23 May 2007**

<b>Item on agenda</b>	<b>No votes</b>	<b>Yes votes</b>
<b>2.</b> Resolution regarding the appropriation of cumulative profits	1.011	72.926.721 (99.99%)
<b>3.</b> Resolution regarding approval of the actions of the members of the Management Board for the financial 2006	2.385	72.909.340 (99.99%)
<b>4.</b> Resolution regarding approval of the actions of the members of the Supervisory Board for the financial 2006	5.791	72.907.929 (99.99%)
<b>5A.</b> Supplementary elections to the Supervisory Board (Dr. Frank Heintzeler)	33.134	72.892.787 (99.95%)
<b>5B.</b> Supplementary elections to the Supervisory Board (Thomas Quinn)	31.461	72.894.995 (99.96%)
<b>6.</b> Resolution regarding authorisation to purchase and use treasury shares in accordance with section 71 (1) no. 8 AktG	1.136.158	71.211.506 (98.43%)
<b>7.</b> Election of the auditor of the financial statements, the auditor of the consolidated financial statements as well as the auditor for the critical review of the consolidated interim financial report for financial 2007	56.522	72.792.645 (99.92%)

### **B) Primary presence: 54.49 % of share capital represented**

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