

Press release

Hypo Real Estate Bank International places bond for €400 million – First issue successfully concluded under new MTN-program

Munich/Dublin, Feb. 12, 2004: Hypo Real Estate Bank International, Dublin, has issued its first bond. The bond has a volume of €400 million, a maturity of three years and carries a floating interest rate. The bond is listed on the stock exchange in Dublin. It was oversubscribed and placed with institutional investors throughout Europe. Along with Morgan Stanley as syndicate lead manager, Deutsche Bank, DZ Bank, JP Morgan and Citigroup were involved in this placement as co-lead managers together with a selling group consisting of BBVA (Banco Bilbao Vizcaya Argentaria SA), Natexis Banque, BCP (Banco Comercial Portuges SA) and Nordea.

The bond is the bank's first issue under the new Medium Term Note Program ("MTN-program"). The MTN-program which provides the framework for issuing the bank's bonds has a volume of 10 billion euros. The arranger in the debt issue program is Morgan Stanley. Eleven other institutions will market future issues in addition to Morgan Stanley. This will be the first time an Irish Issuer can also issue registered notes (which are comparable to bonds).

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: besides Hypo Real Estate Bank International, these are Württembergische Hypothekenbank AG (WürttHyp) headquartered in Stuttgart, and Munich-based Hypo Real Estate Bank AG, Germany.

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