

Analyst Conference Call
August 9, 2006

Hypo  **Real Estate**
GROUP

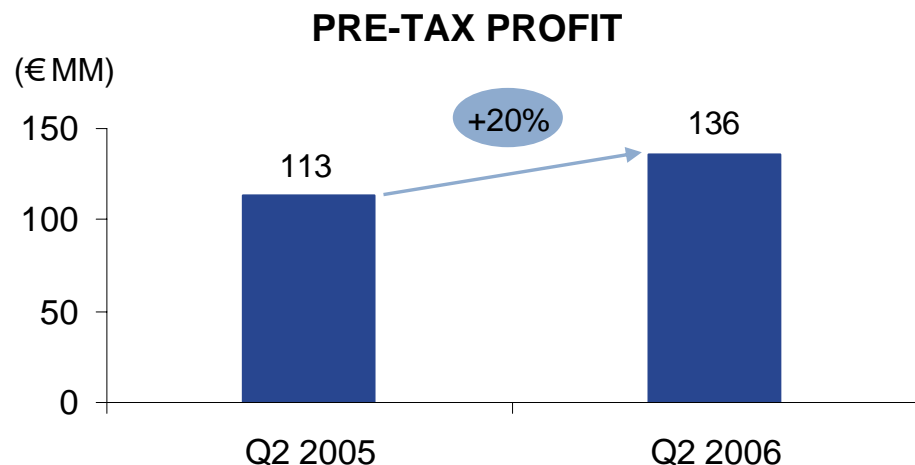


Results Q2 2006
Dr. Markus Fell, CFO

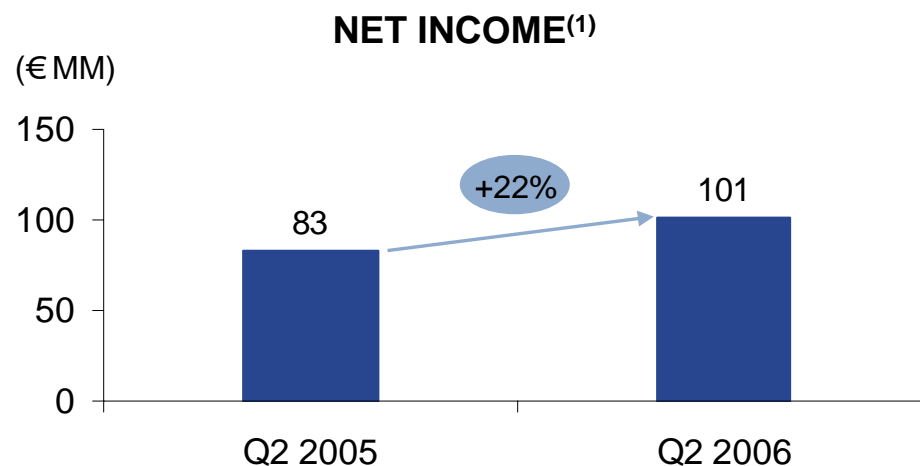
- I Date and Time: August 9, 2006 starting at 14:00 CET
- I You can participate by dialling:
 - + 49 (0) 69 2222 2246
 - + 44 (0) 20 7138 0835
 - + 1 718 354 1172

Hypo Real Estate Group

Q2 2006 pre-tax profit up 20%



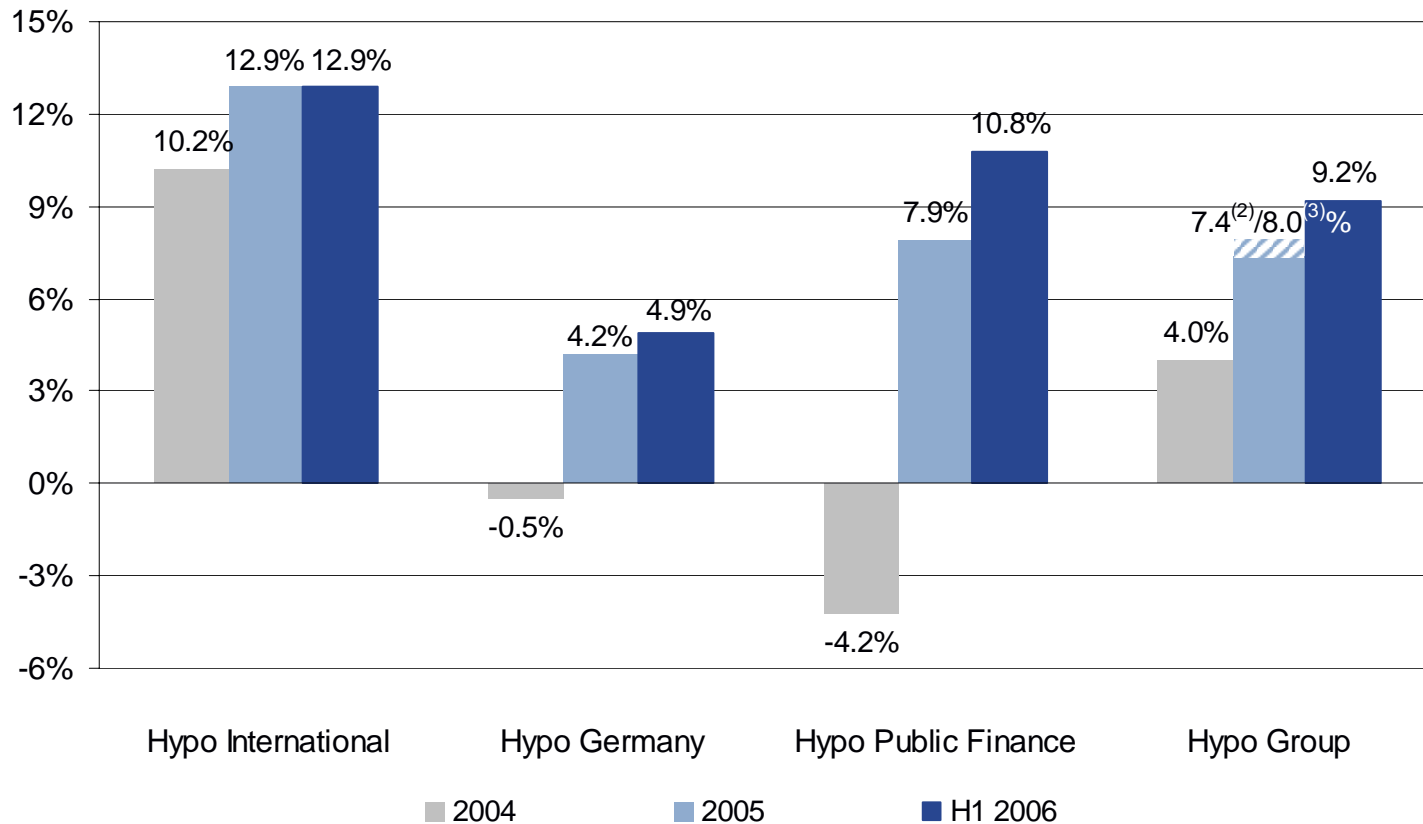
- | Profits increased by 20% compared to Q2 2005, driven by a strong increase in operating revenues but at a moderate cost increase
- | Pre-tax profit in H1 2006 of € 270 MM (+26%) in line to reach target of at least € 530 MM by year-end



| 3 | **Note**

1. Excluding the effects from capitalised losses carried forward

RETURN ON EQUITY⁽¹⁾ DEVELOPMENT – SPLIT BY SEGMENT



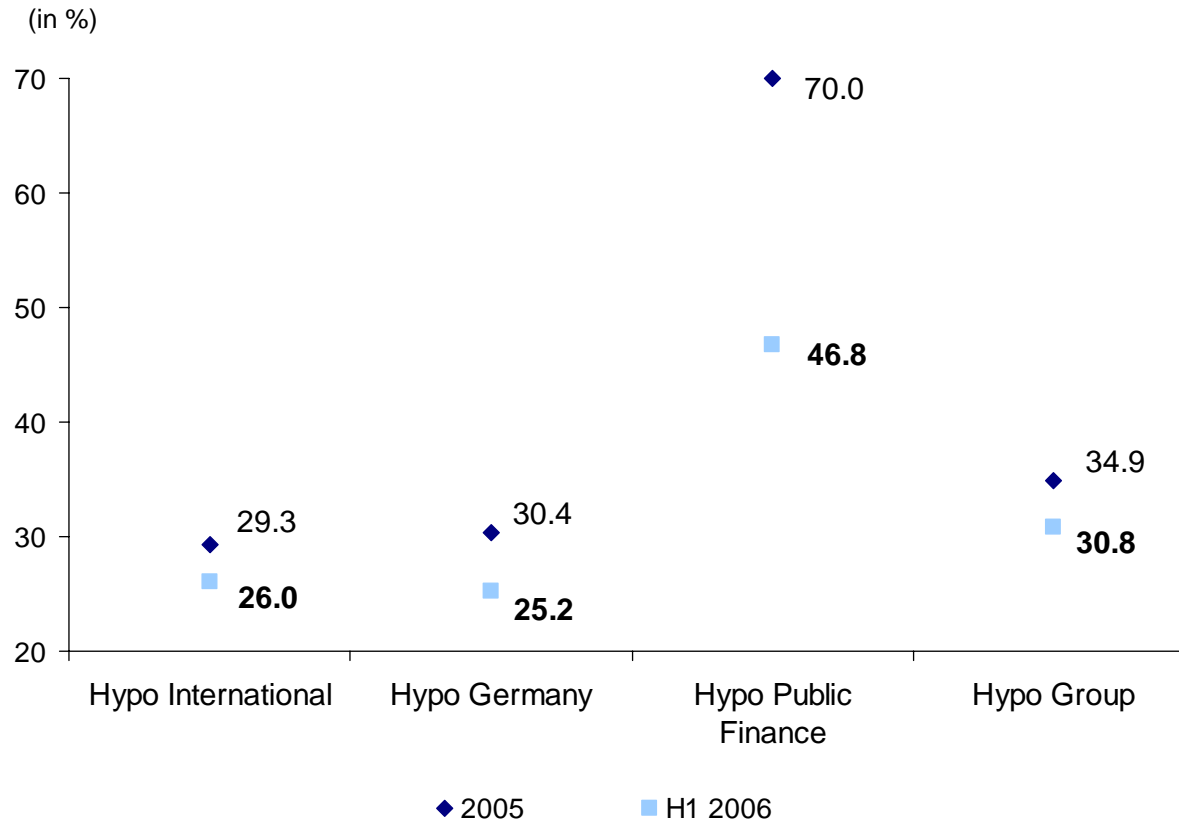
| 4 | **Notes**

1. After taxes; excluding the effects from capitalised losses carried forward
2. Including restructuring expenses
3. Excluding restructuring expenses

Hypo Real Estate Group

Increasing operating leverage of all segments

COST-INCOME RATIO⁽¹⁾



- I Ongoing optimization and increasing operating leverage led to higher efficiency
- I CIRs improved in all three segments, especially in HPFB and as a result in the whole Group
- I Group CIR already near 2007 target of below 30%

Hypo Real Estate Group

Q2 – well on track to reach the 2006 targets

| KEY FINANCIALS (IFRS) | | | |
|---------------------------------------------|----------------|--------------------------------------------|-------------|
| (€MM) | Q2 2006 | Q2 2005 | Change (%) |
| Net interest income | 191 | 165 | 15.8 |
| Net commission income | 35 | 38 | -7.9 |
| Net trading income | 6 | 7 | -14.3 |
| Net income from investments | 26 | 12 | >100 |
| Balance of other operating income/expenses | 1 | 3 | -66.7 |
| Total operating revenues | 259 | 225 | 15.1 |
| Provisions for losses on loans and advances | 44 | 36 | 22.2 |
| General administrative expenses | 79 | 76 | 3.9 |
| Operating result | 136 | 113 | 20.4 |
| Net income/loss before taxes | 136 | 113 | 20.4 |
| Net income/loss⁽¹⁾ | 101 | 83 | 21.7 |
| | H1 2006 | FY 2005 | |
| ROE after taxes⁽¹⁾ (%) | 9.2 | 7.4⁽²⁾/8.0⁽³⁾ | |
| Cost-income ratio (%) | 30.8 | 34.9 | |
| Employees | 1,172 | 1,233 | |

- I Operating revenues up 15% due to business expansion in Hypo International and HPFB as well as average margin improvement in Hypo Germany
- I Improved average interest margin led to an increase in net interest income by 16%, while increase in outstandings was only 5%
- I Net commission income slightly lower due to extraordinarily high commission income in Hypo Germany in Q2 2005
- I Net income from investments higher due to successful treasury activities
- I Increase in loan-loss provisions due to higher portfolio-based risk provisioning in light of strong international portfolio growth

| 6 | Notes

1. Excluding the effects from capitalised losses carried forward
2. Including restructuring expenses
3. Excluding restructuring expenses

Hypo Real Estate Group

Quarterly development

| (€MM) | Q2 2005 | Q3 2005 | Q4 2005 | Q1 2006 | Q2 2006 |
|------------------------------------------------------------------------|------------|------------|--------------------|------------|------------|
| Total operating revenues | 225 | 233 | 241 | 257 | 259 |
| Net interest income | 165 | 171 | 184 | 190 | 191 |
| Net commission income | 38 | 33 | 31 | 34 | 35 |
| Net trading income | 7 | 12 | 1 | 11 | 6 |
| Net income from investments | 12 | 16 | 28 | 20 | 26 |
| Balance of other operating income/expenses | 3 | 1 | -3 | 2 | 1 |
| Provisions for losses on loans and advances | 36 | 41 | 37 | 43 | 44 |
| General administrative expenses | 76 | 79 | 89 | 80 | 79 |
| Balance of other income/expenses | 0 | -1 | 0 | 0 | 0 |
| Net income/loss before taxes (excluding restructuring expenses) | 113 | 112 | 115 | 134 | 136 |
| Additional restructuring expenses | 0 | 0 | 34 | 0 | 0 |
| Net income/loss before taxes (including restructuring expenses) | 113 | 112 | 81 | 134 | 136 |
| Taxes on income ⁽¹⁾ | 30 | 30 | 11 | 34 | 35 |
| Net income/loss⁽¹⁾ | 83 | 82 | 70 | 100 | 101 |
| Risk assets compliant with BIS rules (€ Bn) | 52.9 | 53.2 | 56.3 | 58.1 | 59.8 |
| Core capital ratio compliant with BIS rules (in %) | 7.9 | 7.8 | 7.8 ⁽²⁾ | 7.6 | 7.4 |
| Employees | 1,259 | 1,258 | 1,233 | 1,176 | 1,172 |

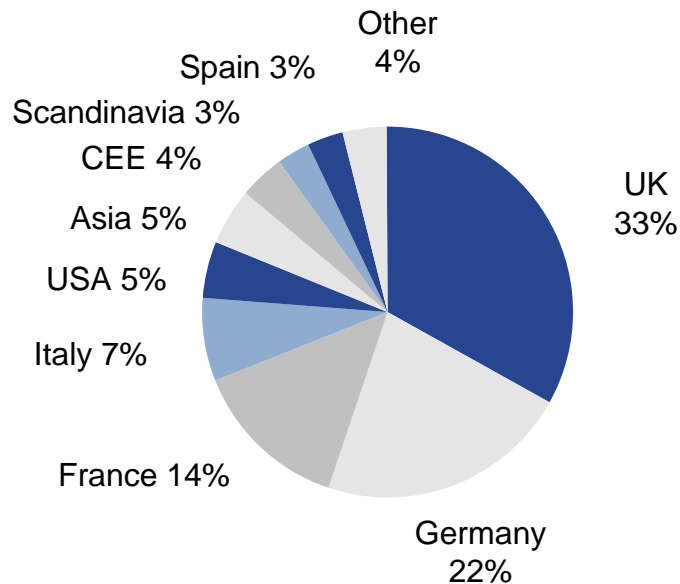
- I Continuous upward development in operating revenues and pre-tax profit
- I Net interest income burdened by a short position in treasury of Hypo International; overcompensated by positive impact in net income from investments
- I After drop in April, RWA continued to grow bringing down the Tier I ratio to 7.4% (AHBR portfolio not yet included as closed in July)

| 7 | Notes

1. Excluding the effects from capitalised losses carried forward
2. As per approved annual financial statements and after profit distribution

TOTAL NEW REAL ESTATE BUSINESS

Split by Region Q2 2006^(1,2,3)



100% = €6.2 Bn

- | Group's new business of €6.2 Bn in Q2 represents a significant improvement (+24%) compared to already strong Q2 2005 (€5.0 Bn)
- | Additional loans of €1.2 Bn originated for syndication and securitization not included in new business number
- | IRR of new business >13% on Group level
- | Prepayments and repayments amounted to €3.8 Bn
- | Net increase of total real estate portfolio of €2.4 Bn in Q2
- | The biggest part of new business came from UK, Germany and France whereas the US proportion was further reduced

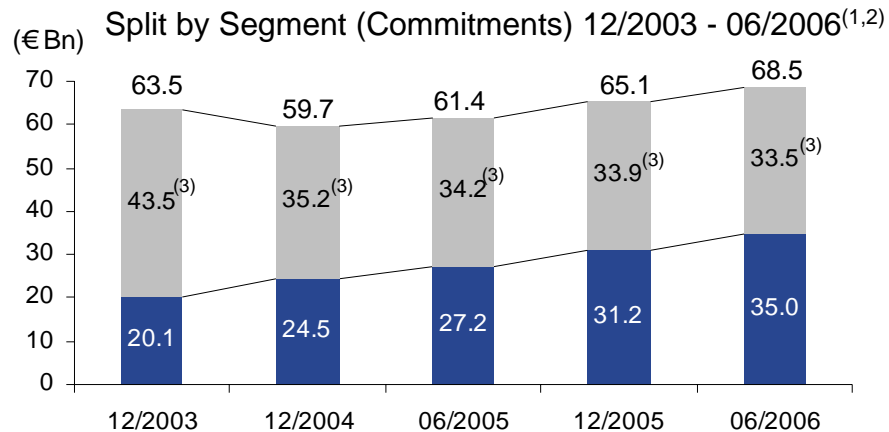
Notes

1. Excluding HPFB new business
2. Based on commitments after syndication and planned securitization
3. Internal unaudited figures

Hypo Real Estate Group

Group portfolio continued to grow

REAL ESTATE PORTFOLIO DEVELOPMENT



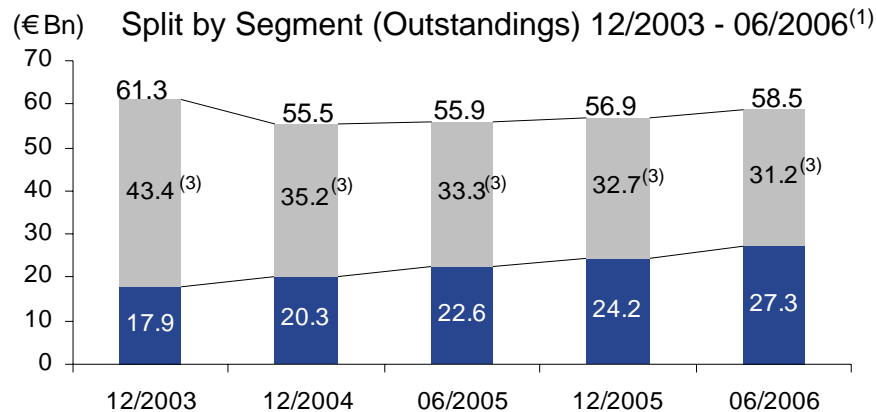
I Change in commitments y-o-y:

- Hypo Group +12%
- Hypo Germany - 2%
- Hypo International +29%

I Change in outstandings y-o-y:

- Hypo Group +5%
- Hypo Germany -6%
- Hypo International +21%

REAL ESTATE PORTFOLIO DEVELOPMENT



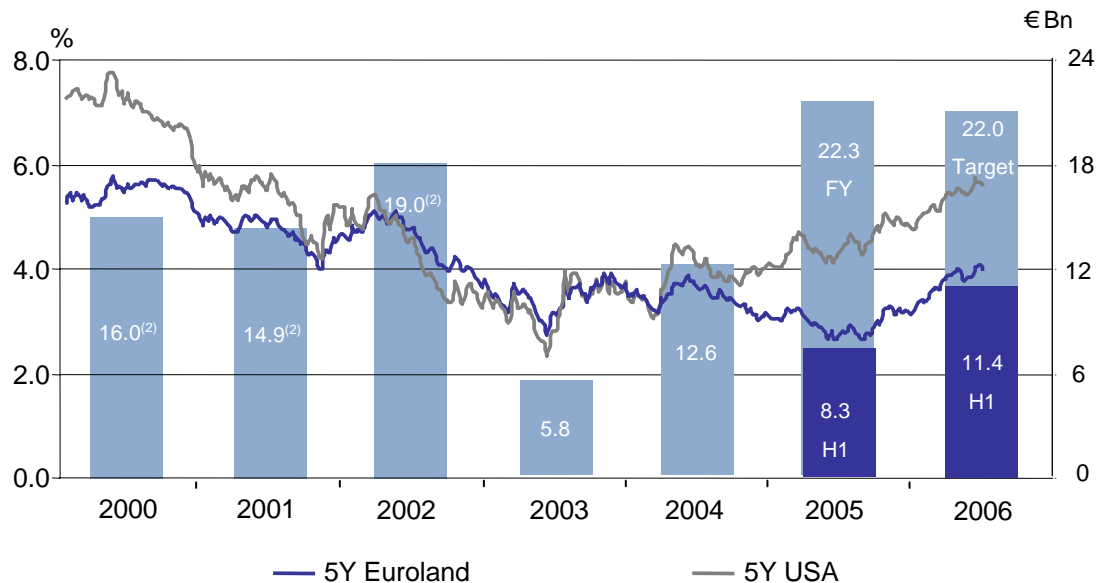
I Gap between commitments and outstandings has widened from € 2.2 Bn in 12/2003 to € 10 Bn in 06/2006 due to strong new business

■ Hypo International ■ Hypo Germany

| 9 | Notes

1. Internal unaudited figures
2. Based on commitments (Hypo Germany 12/2003 and 12/2004 based on outstandings)
3. Figures including former WuerthHyp's German portfolio

Interest rates and new business development⁽¹⁾



- I New business in 2006 at previous year's level and thus unaffected by increased mid-/long-term interest rates
- I Interest rates still way below year 2000 levels
- I Even in a higher interest rate environment a comparable amount of new business was written considering the smaller international platform of previous years
- I 2003 negatively affected by the spin-off and the establishment of funding lines

Why moderate interest rate increases do not harm our business prospects

| Determinant | Effect on business / turnover |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1) Existing portfolio shows a very limited sensitivity towards interest rate increases as customers have been obliged to hedge a large proportion of the exposure / have fixed rate loans | An interest increase of 300 Bp would mean that in less than 3% of the international portfolio the ISC would fall below the contractually agreed covenant which normally ranges between 120% and 125% |
| 2) Rents increase as they are CPI pegged and inflation is the underlying trigger for interest rate increases | Increases the cash-flow of the properties and the debt service cover |
| 3) Widening credit spreads force competitors to charge higher margins. Escape into quality | Beneficial to customer margins; senior unsecured spreads widen whereas Pfandbrief spreads remain low or even tighten |
| 4) Property investors are looking for opportunities to improve their income stream and to exploit market inefficiencies | New business with these clients will increase |
| 5) Real estate investments are lower leveraged to maintain positive cash-flow | Pfandbrief refinanced business becomes more important. Lower margin but lower administrative, risk and refinancing costs as well. Earnings volatility is also lower |
| 6) Longer holding period of real estate investments to benefit from rising rents and to reach certain IRR targets | Repayments slow down, positive impact on net portfolio growth and net interest income |

Hypo Real Estate Group

How we deal with the competitive pressure

- I It is not our policy to compete on price
- I Superior customer service (creativity, flexibility, speed, reliability) bringing up to 10 Bp higher margins
- I Reduction in funding costs due to larger proportion of Pfandbrief funding (advantage up to 25 Bp vs. senior unsecured; 1/3 of new business) combined with improved ratings and better visibility in the debt capital markets (last Pfandbrief issue of Hypo International at LIBOR-4 Bp)
- I Increasing syndications and securitizations (volume of € 1.5 to 2 Bn planned short-term)
- I Lowest Cost-income ratio in the industry (about 25%) with the aim to optimize even more
- I Opportunistic regional approach (active in more than 20 countries) to take advantage of new growth areas (e.g. Asia, CEE) and to avoid markets with extraordinary competitive pressure
- I Constantly rebalancing the product mix to maintain a first-class risk/return profile

Hypo Real Estate Bank International

Profit before taxes increased by 16%

| KEY FINANCIALS (IFRS) | | | |
|---------------------------------------------|----------------|---------------------------|-------------|
| (€MM) | Q2 2006 | Q2 2005 | Change (%) |
| Net interest income | 112 | 95 | 17.9 |
| Net commission income | 28 | 30 | -6.7 |
| Net trading income | 0 | 0 | 0 |
| Net income from investments | 15 | 5 | >100 |
| Balance of other operating income/expenses | 0 | -1 | 100 |
| Total operating revenues | 155 | 129 | 20.2 |
| Provisions for losses on loans and advances | 14 | 6 | >100 |
| General administrative expenses | 40 | 36 | 11.1 |
| Operating result | 101 | 87 | 16.1 |
| Net income/loss before taxes | 101 | 87 | 16.1 |
| Net income/loss⁽¹⁾ | 77 | 68 | 13.2 |
| | H1 2006 | FY 2005 | |
| ROE after taxes⁽¹⁾ (%) | 12.9 | 12.9⁽²⁾ | |
| Cost-income ratio (%) | 26.0 | 29.3 | |
| Employees | 466 | 474 | |

- | Net interest income up 18% on the basis of a growing loan portfolio
- | Net commission income slightly lower due to a higher proportion of senior lending in new business
- | Net income from investments up, taking advantage of successful treasury activities
- | Loan-loss provisions purely portfolio-based
- | General administrative expenses increased due to business expansion
- | Revenue growth higher than cost increase, bringing the CIR down to 26.0%

| 13 | Notes

1. Excluding the effects from capitalised losses carried forward
2. Based on allocated capital

Hypo Real Estate Bank International

Quarterly development

| (€ MM) | Q2 2005 | Q3 2005 | Q4 2005 | Q1 2006 | Q2 2006 |
|---------------------------------------------|------------|------------|------------|------------|------------|
| Total operating revenues | 129 | 135 | 145 | 157 | 155 |
| Net interest income | 95 | 99 | 101 | 114 | 112 |
| Net commission income | 30 | 30 | 36 | 31 | 28 |
| Net trading income | 0 | 2 | -2 | 0 | 0 |
| Net income from investments | 5 | 3 | 12 | 11 | 15 |
| Balance of other operating income/expenses | -1 | 1 | -2 | 1 | 0 |
| Provisions for losses on loans and advances | 6 | 11 | 7 | 14 | 14 |
| General administrative expenses | 36 | 41 | 44 | 41 | 40 |
| Balance of other income/expenses | 0 | -1 | 0 | 0 | 0 |
| Net income/loss before taxes | 87 | 82 | 94 | 102 | 101 |
| Taxes on income ⁽¹⁾ | 19 | 21 | 1 | 26 | 24 |
| Net income/loss⁽¹⁾ | 68 | 61 | 93 | 76 | 77 |

| | | | | | |
|----------------------------------------------------|--------------------|--------------------|--------------------|------|------|
| Risk assets compliant with BIS rules (€ Bn) | 28.0 | 28.4 | 31.6 | 31.4 | 32.5 |
| Core capital ratio compliant with BIS rules (in %) | 8.3 ⁽²⁾ | 8.1 ⁽²⁾ | 7.5 ⁽²⁾ | 7.7 | 7.4 |

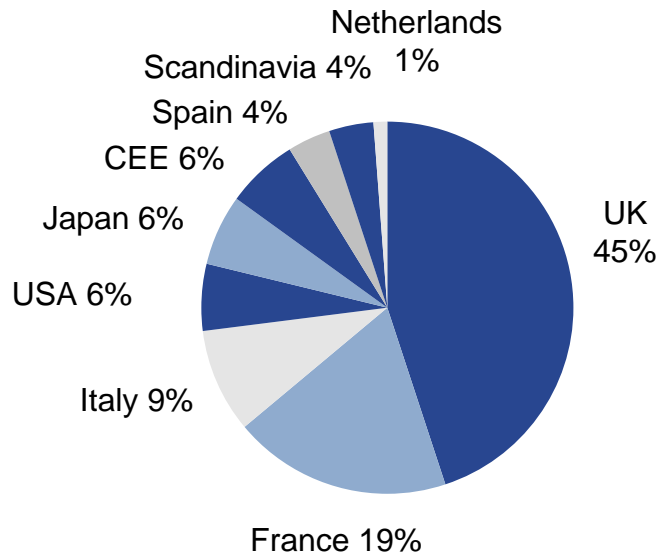
- I Net interest income in Q2 2006 negatively affected (€ 3 MM) by a short position in treasury activities (successful expectation of rising interest rates) and high prepayments in April
- I The corresponding result of treasury activities is shown in net income from investments

Hypo Real Estate Bank International

New business of €4.7 Bn in Q2 2006

NEW REAL ESTATE BUSINESS

Split by Region Q2 2006^(1,2)



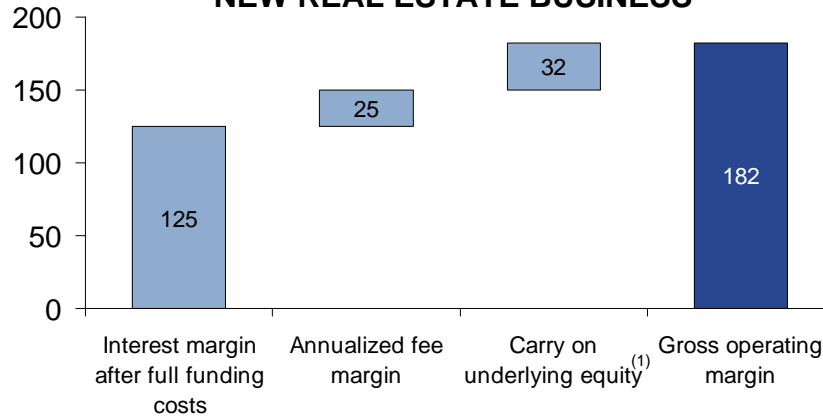
100% = €4.7 Bn

- | New business in Q2 amounted to € 4.7 Bn compared to € 4.5 Bn in the same period last year
- | Additional loans of € 1.2 Bn originated for syndication and securitization not included in new business number
- | Prepayments and repayments amounted to € 2.7 Bn
- | Net increase of total real estate portfolio of € 2.4 Bn in Q2
- | New business yielding >13% IRR despite larger part (34% vs. 20% in H1 2005) of senior lending and lower US portion (net interest margin overall at 125 Bp)

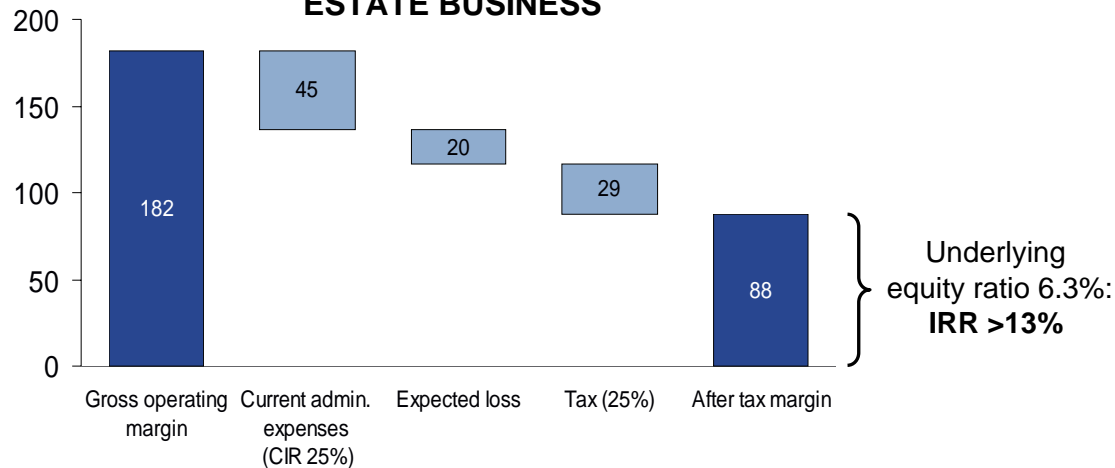
Hypo Real Estate Bank International

Why a 125 Bp interest margin (average, including senior lending) translates into a risk-adjusted IRR of more than 13%

GROSS OPERATING MARGINS OF NEW REAL ESTATE BUSINESS



AFTER TAX MARGIN OF NEW REAL ESTATE BUSINESS



- | Average risk weighting of 90% based on a 7% Tier I ratio leads to an underlying equity ratio of 6.3% (unleveraged with hybrid capital)
- | Margin after tax of 88 Bp on a 6.3% underlying equity ratio leads to an IRR of >13%
- | Break-even interest margin (after full funding costs) for an IRR of 13% is 115 Bp at current cost base

Hypo Real Estate Bank Germany

Increasing contribution to the Group's profits

| KEY FINANCIALS (IFRS) | | | |
|---------------------------------------------|----------------|----------------|-------------|
| (€MM) | Q2 2006 | Q2 2005 | Change (%) |
| Net interest income | 75 | 68 | 10.3 |
| Net commission income | -1 | 8 | >-100 |
| Net trading income | 0 | 0 | 0 |
| Net income from investments | 7 | 6 | 16.7 |
| Balance of other operating income/expenses | -1 | 3 | >-100 |
| Total operating revenues | 80 | 85 | -5.9 |
| Provisions for losses on loans and advances | 29 | 30 | -3.3 |
| General administrative expenses | 20 | 26 | -23.1 |
| Operating result | 31 | 29 | 6.9 |
| Net income/loss before taxes | 31 | 29 | 6.9 |
| Net income/loss⁽¹⁾ | 24 | 22 | 9.1 |
| | H1 2006 | FY 2005 | |
| ROE after taxes ⁽¹⁾ (%) | 4.9 | 4.2 | |
| Cost-income ratio (%) | 25.2 | 30.4 | |
| Employees | 475 | 520 | |

- | Improvement of the average interest margin led to an increase of net interest income by 10%
- | Net commission income in Q2 2005 exceptionally high due to lower securitization expenses and fewer debt issues as well as higher fees earned
- | General administrative expenses lower after completion of restructuring
- | CIR down significantly to 25.2%

Hypo Real Estate Bank Germany

Quarterly development

| (€MM) | Q2 2005 | Q3 2005 | Q4 2005 | Q1 2006 | Q2 2006 |
|---------------------------------------------|-----------|-----------|-----------|-----------|-----------|
| Total operating revenues | 85 | 77 | 83 | 83 | 80 |
| Net interest income | 68 | 67 | 76 | 74 | 75 |
| Net commission income | 8 | -3 | -3 | 1 | -1 |
| Net trading income | 0 | 0 | 0 | 0 | 0 |
| Net income from investments | 6 | 13 | 13 | 8 | 7 |
| Balance of other operating income/expenses | 3 | 0 | -3 | 0 | -1 |
| Provisions for losses on loans and advances | 30 | 30 | 30 | 29 | 29 |
| General administrative expenses | 26 | 23 | 25 | 21 | 20 |
| Balance of other income/expenses | 0 | 0 | 0 | 0 | 0 |
| Net income/loss before taxes | 29 | 24 | 28 | 33 | 31 |
| Taxes on income ⁽¹⁾ | 7 | 6 | 7 | 6 | 7 |
| Net income/loss⁽¹⁾ | 22 | 18 | 21 | 27 | 24 |

- I Net interest income slightly higher due to average margin improvement
- I General administrative expenses down because of further headcount reduction

| | | | | | |
|----------------------------------------------------|------|------|--------------------|------|------|
| Risk assets compliant with BIS rules (€Bn) | 23.0 | 22.8 | 24.0 | 25.5 | 25.8 |
| Core capital ratio compliant with BIS rules (in %) | 8.0 | 8.1 | 7.7 ⁽²⁾ | 7.2 | 7.1 |
| Employees | 544 | 534 | 520 | 483 | 475 |

| 18 | Notes

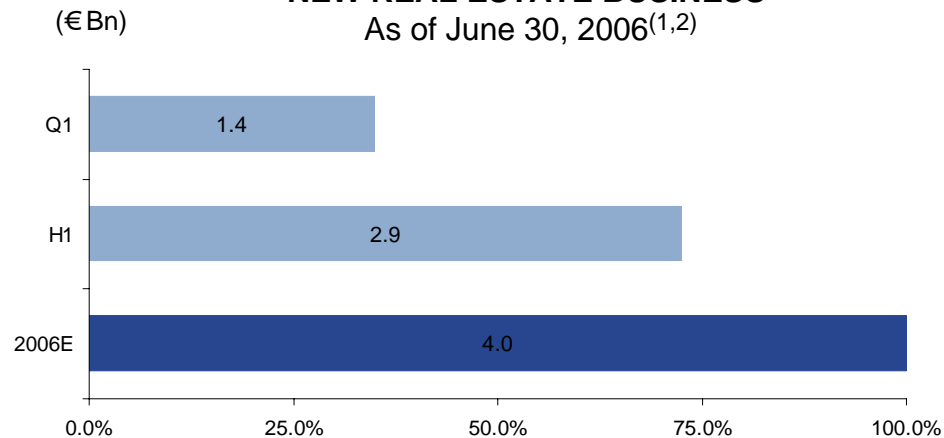
1. Excluding the effects from capitalised losses carried forward
2. As per approved annual financial statements

Hypo Real Estate Bank Germany

New business and prolongations in line with business plan

NEW REAL ESTATE BUSINESS

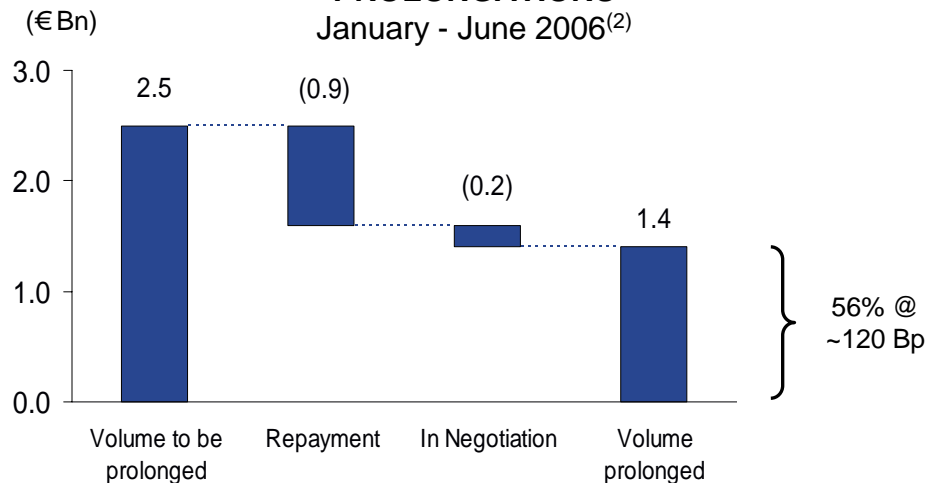
As of June 30, 2006^(1,2)



- | New business amounted to € 1.5 Bn in Q2 2006 and thus well on track to reach target
- | Average deal size € 43 MM
- | Prepayments and repayments of € 1.1 Bn in Q2 2006 led to a flat portfolio of € 33.5 Bn
- | Improved IRR of 13% on new business (interest margin of 110 Bp)

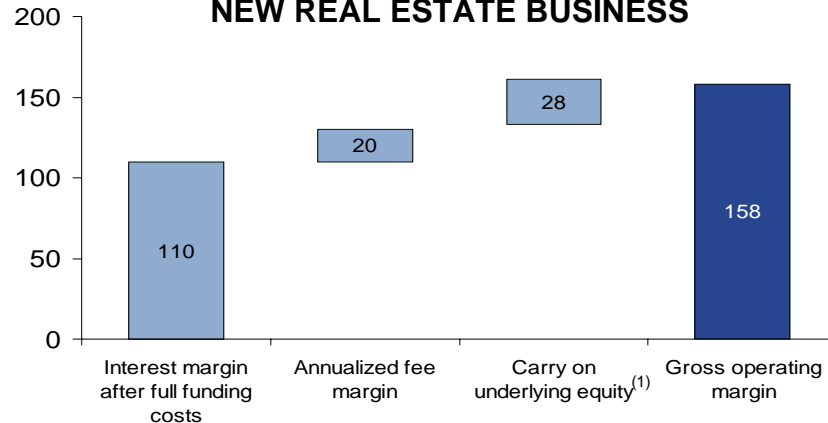
PROLONGATIONS

January - June 2006⁽²⁾

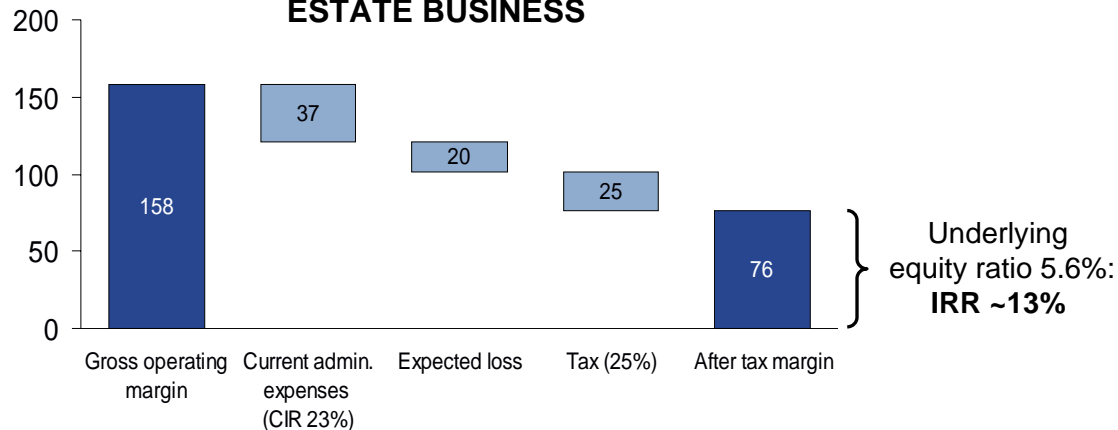


- | Prolongation strategy continued with a total prolongation rate of 56% at around 120 Bp
- | 58% credit extension rate with commercial customers and 36% credit extension rate with retail customers

GROSS OPERATING MARGINS OF NEW REAL ESTATE BUSINESS



AFTER TAX MARGIN OF NEW REAL ESTATE BUSINESS



- | Risk weighting of 80% based on a 7% Tier I ratio leads to a underlying equity ratio of 5.6% (unleveraged with hybrid capital)
- | Margin after tax of 76 Bp on a 5.6% underlying equity ratio results in an IRR of 13%
- | Current break-even interest margin for an IRR of 12% is 90 Bp (considering the actual effective tax rate of 20%)
- | For prolongations, the current break-even interest margin to reach an IRR of 12% is also 90 Bp – this is due to lower administrative expenses and no fees

Hypo Public Finance Bank

Growing profit contribution

| KEY FINANCIALS (IFRS) | | | |
|---------------------------------------------|-----------|-----------|----------------|
| (€MM) | Q2 2006 | Q2 2005 | Change (%) |
| Net interest income | 7 | 3 | >100 |
| Net commission income | 8 | -1 | >100 |
| Net trading income | 6 | 7 | -14.3 |
| Net income from investments | 4 | 1 | >100 |
| Total operating revenues | 26 | 12 | >100 |
| Provisions for losses on loans and advances | 1 | 0 | >100 |
| General administrative expenses | 11 | 8 | 37.5 |
| Operating result | 14 | 4 | >100 |
| Net income/loss before taxes | 14 | 4 | >100 |
| Net income/loss | 10 | 3 | >100 |

| | H1 2006 | FY 2005 |
|-----------------------|---------|--------------------|
| ROE after taxes (%) | 10.8 | 7.9 ⁽¹⁾ |
| Cost-income ratio (%) | 46.8 | 70.0 |
| Employees | 161 | 175 |

- | Operating revenues more than doubled
- | Net commission income significantly improved as a result of strong progress in asset management/administration
- | Stable net trading income on a year on year comparison
- | General administrative expenses higher due to business expansion
- | CIR significantly improved to 46.8%

Hypo Public Finance Bank

Quarterly development

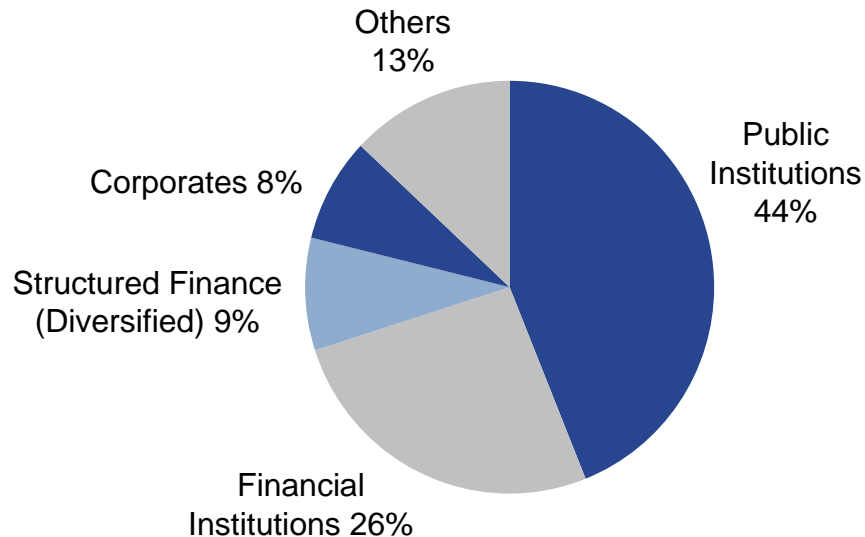
| (€MM) | Q2 2005 | Q3 2005 | Q4 2005 | Q1 2006 | Q2 2006 |
|---------------------------------------------|-----------|-----------|-----------|-----------|-----------|
| Total operating revenues | 12 | 22 | 15 | 21 | 26 |
| Net interest income | 3 | 6 | 10 | 7 | 7 |
| Net commission income | -1 | 6 | -2 | 2 | 8 |
| Net trading income | 7 | 10 | 3 | 11 | 6 |
| Net income from investments | 1 | 0 | 3 | 1 | 4 |
| Balance of other operating income/expenses | 2 | 0 | 1 | 0 | 1 |
| Provisions for losses on loans and advances | 0 | 0 | 0 | 0 | -1 |
| General administrative expenses | 8 | 10 | 14 | 11 | 11 |
| Balance of other income/expenses | 0 | 0 | 0 | 0 | 0 |
| Net income/loss before taxes | 4 | 12 | 1 | 10 | 14 |
| Taxes on income | 1 | 3 | -2 | 2 | 4 |
| Net income/loss | 3 | 9 | 3 | 8 | 10 |

| | | | | | |
|----------------------------------------------------|--------------------|--------------------|---------------------|------|------|
| Risk assets compliant with BIS rules (€ Bn) | 2.5 | 2.5 | 2.0 | 2.1 | 2.4 |
| Core capital ratio compliant with BIS rules (in %) | 8.0 ⁽¹⁾ | 8.0 ⁽¹⁾ | 15.0 ⁽¹⁾ | 14.7 | 13.6 |

- I Strengthened operating income base (net interest plus commission income)
- I Net trading income more volatile but positive in all market environments

SPLIT BY COUNTERPARTY

Credit Portfolio 06/2006^(1,2)

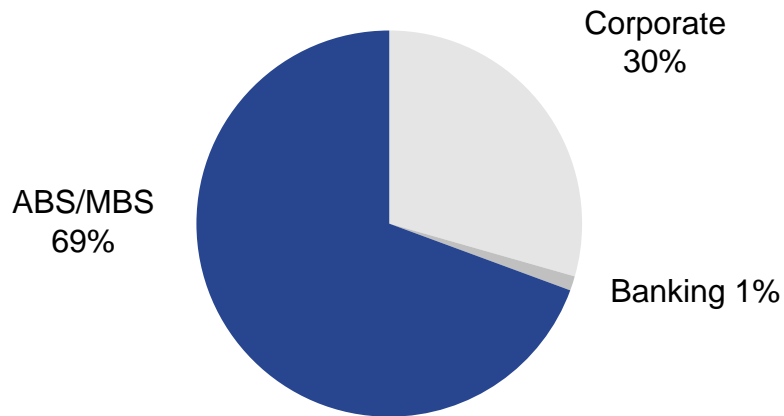


100% = €11.0 Bn

- | Credit portfolio increased by €0.6 in Q2
- | Infrastructure and asset based finance team in place and first deals closed (€0.4 Bn commitments); further volume of €0.75 Bn already approved

SPLIT BY BUSINESS TYPE

Assets under Management/Administration
06/2006^(1,2)



100% = €22.1 Bn

- I Collineo Asset Management manages various portfolios (€12.3 Bn) for third parties with focus on MBS, consumer ABS, and CDO of ABS
- I In addition, HPFB administers an A-1, P-1, F-1 asset backed commercial paper conduit, currently €9.8 Bn

| Key Figures | | | |
|-------------------------------------------|--------------------|-----------------|----------------|
| (€ MM) | Target 2006 | ½ Target | H1 2006 |
| Total operating revenues | >1000 | >500 | 516 |
| Profit before taxes | >530 | >265 | 270 |
| ROE after taxes ⁽¹⁾ | >9% | >9% | 9.2% |
| Hypo International – Profit before taxes | ≈ 380 - 410 | ≈ 190 - 205 | 203 |
| Hypo Germany – Profit before taxes | ≈ 120 - 140 | ≈ 60 - 70 | 64 |
| Hypo Public Finance – Profit before taxes | ≈ 25 - 35 | ≈ 13 - 18 | 24 |

- | Operating revenues in line with full year target
- | Profit before taxes meets pro-rata target
- | ROE after taxes on track to reach year-end target of >9%

 **Business development in H1 in line with full year targets**

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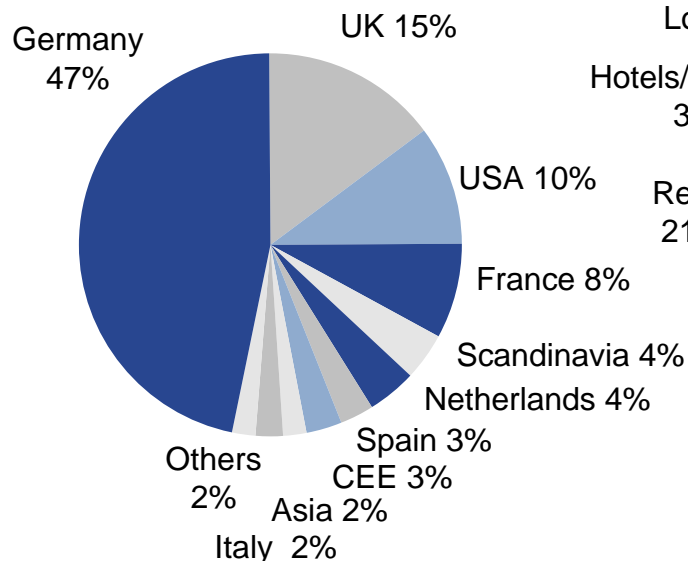
+49 (0)89 203 007 782
heike.pichler@hyporealestate.com



Hypo Real Estate Group Portfolio as of 30 June 2006

SPLIT BY REGION

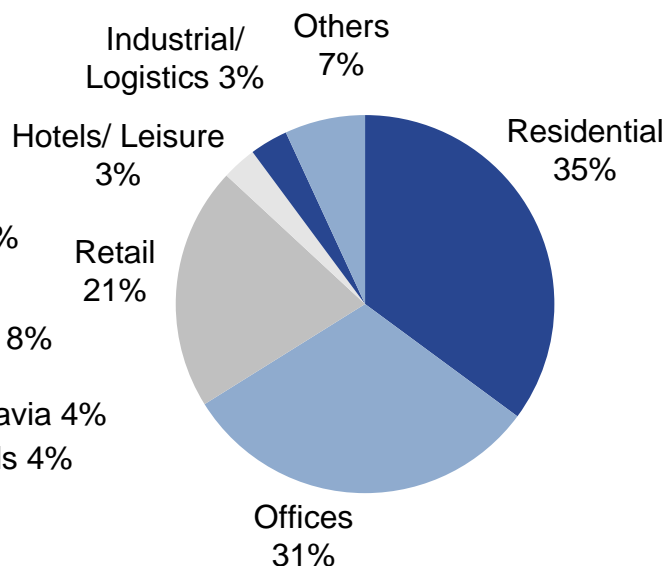
Real Estate Loan Portfolio
06/2006^(1,2)



100% = €68.5 Bn

SPLIT BY PROPERTY

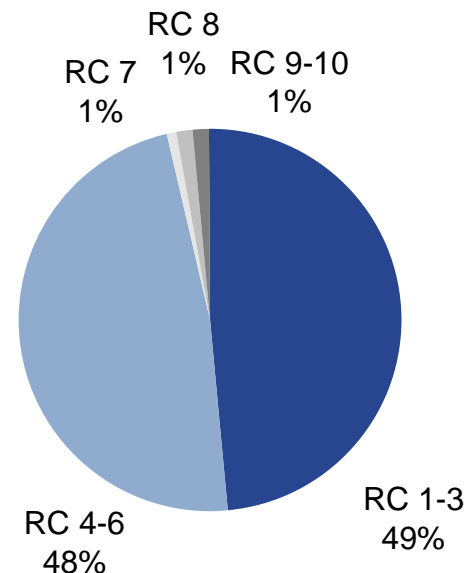
Real Estate Loan Portfolio
06/2006^(1,2)



100% = €68.5 Bn

SPLIT BY RISK CLASS

Real Estate Loan Portfolio
06/2006^(1,2,3)



100% = €68.5 Bn

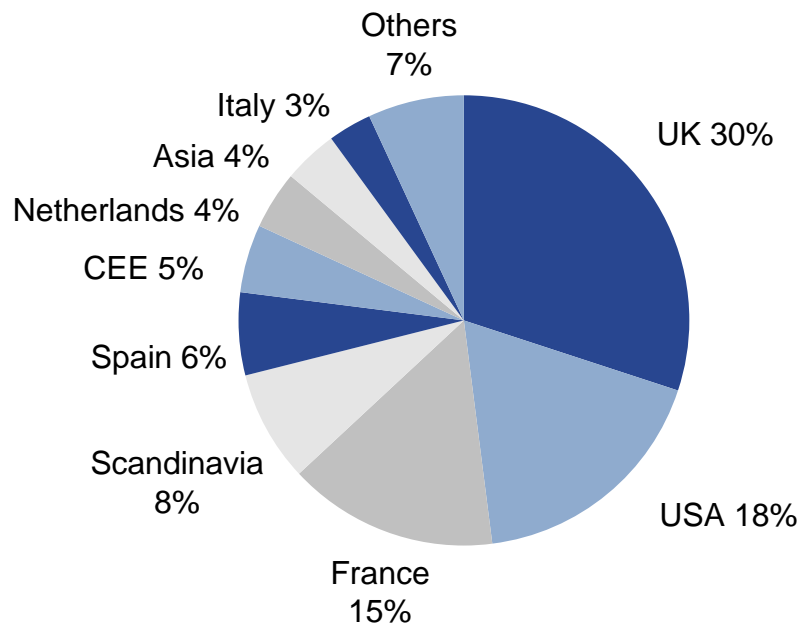
| 29 | Notes

1. Based on commitments
2. Internal, unaudited figures
3. Improved scoring model for Retail Residential portfolio resulted in changes in allocation; formerly Retail Residential portfolio mainly in RC 4

Hypo Real Estate Bank International Portfolio as of 30 June 2006

SPLIT BY REGION

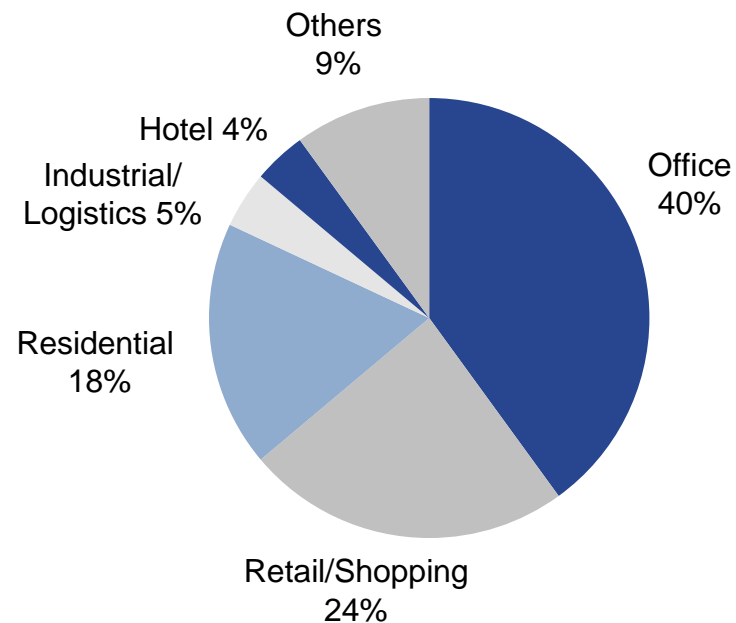
Real Estate Loan Portfolio 06/2006^(1,2)



100% = €35.0 Bn

SPLIT BY PROPERTY

Real Estate Loan Portfolio 06/2006^(1,2)



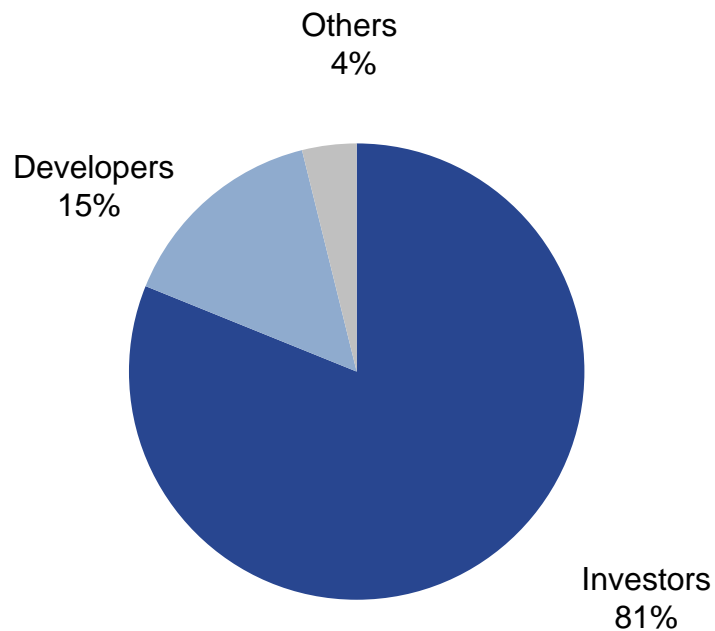
100% = €35.0 Bn

1. Based on commitments
2. Internal, unaudited figures

Hypo Real Estate Bank International Portfolio as of 30 June 2006

SPLIT BY CUSTOMER TYPE

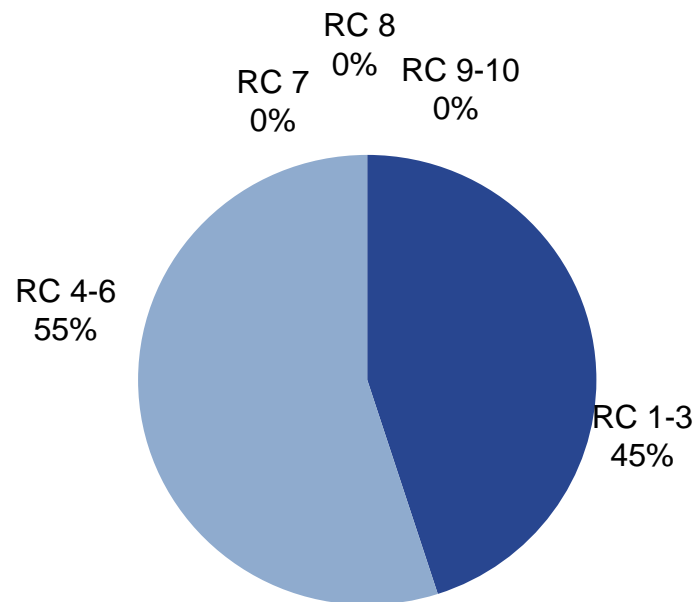
Real Estate Loan Portfolio 06/2006^(1,2)



100% = €35.0 Bn

SPLIT BY RISK CLASS

Real Estate Loan Portfolio 06/2006^(1,2)

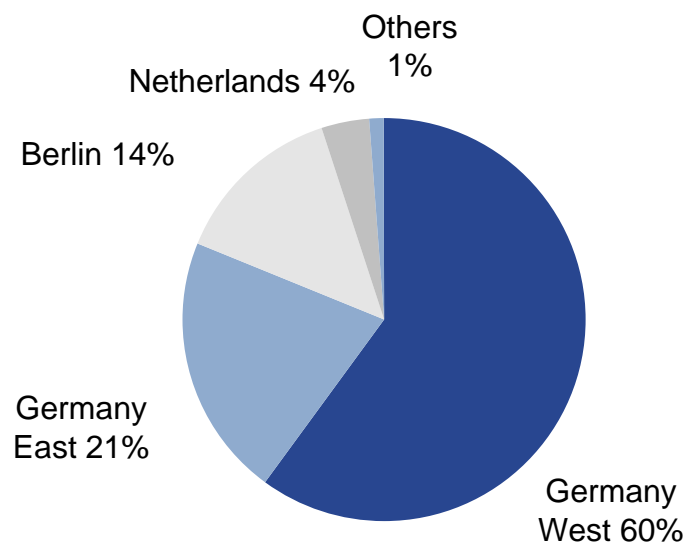


100% = €35.0 Bn

Hypo Real Estate Bank Germany Portfolio as of 30 June 2006

SPLIT BY REGION

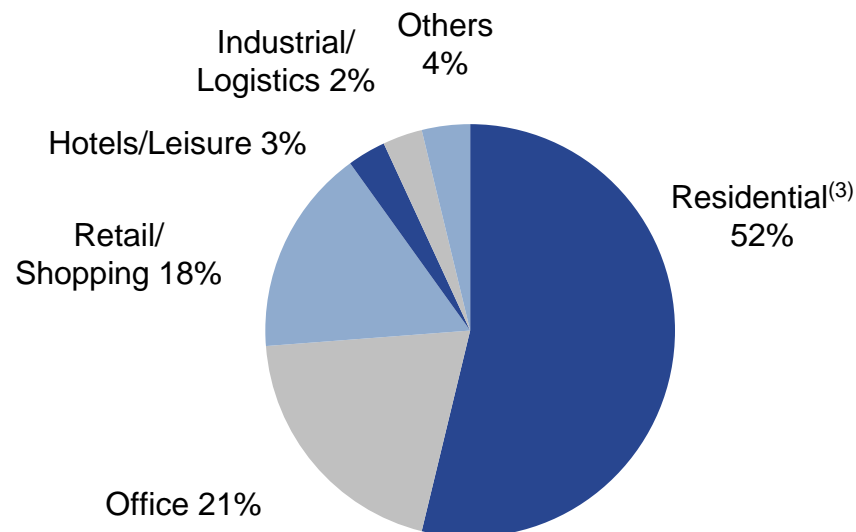
Real Estate Loan Portfolio 06/2006^(1,2)



100% = €33.5 Bn

SPLIT BY PROPERTY

Real Estate Loan Portfolio 06/2006^(1,2)



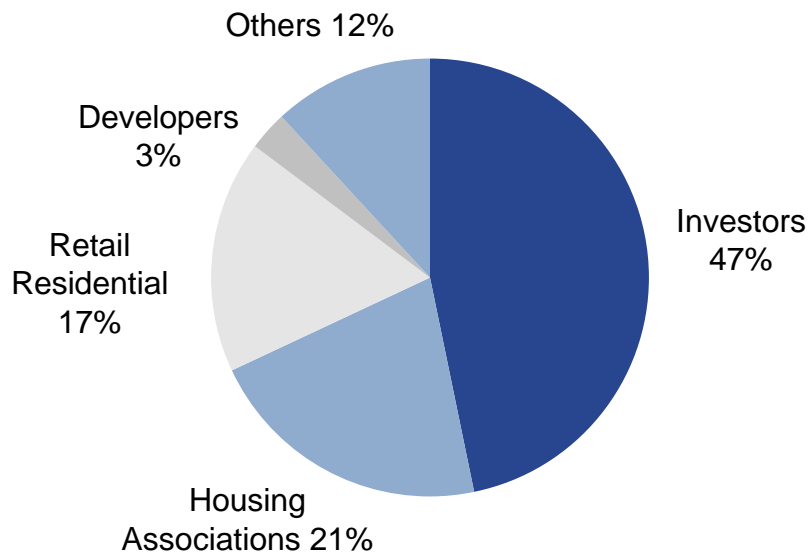
100% = €33.5 Bn

1. Based on commitments
2. Internal, unaudited figures
3. Retail residential (home-owners, apartment-owners, etc.) €5.7 Bn

Hypo Real Estate Bank Germany Portfolio as of 30 June 2006

SPLIT BY CUSTOMER TYPE

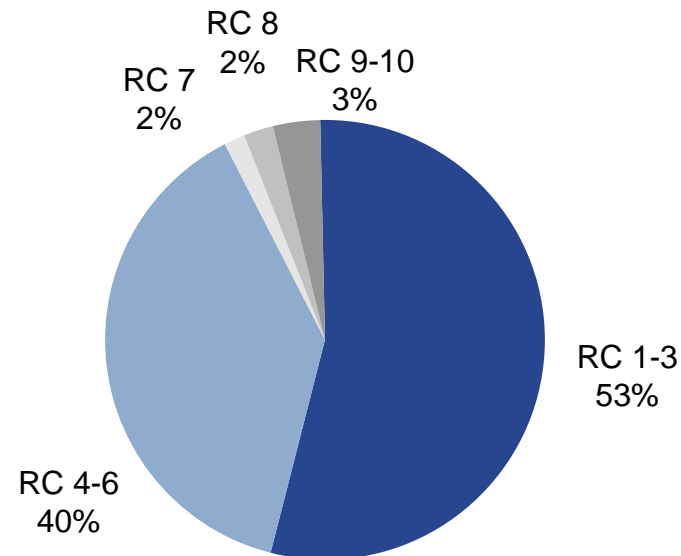
Real Estate Loan Portfolio 06/2006^(1,2)



100% = €33.5 Bn

SPLIT BY RISK CLASS

Real Estate Loan Portfolio 06/2006^(1,2,3)



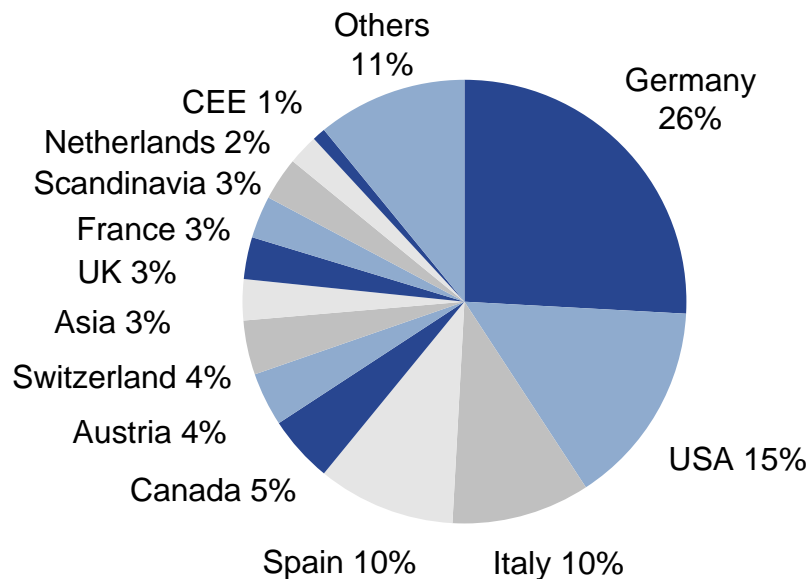
100% = €33.5 Bn

| 33 | **Notes**

1. Based on commitments
2. Internal, unaudited figures
3. Improved scoring model for Retail Residential portfolio resulted in changes in allocation; formerly Retail Residential portfolio mainly in RC 4

SPLIT BY REGION

Credit Portfolio 06/2006^(1,2)



100% = €11.0 Bn

1. Based on commitments
2. Internal, unaudited figures