



November 9, 2006

Münchener Hypothekenbank continues to advance successfully

Münchener Hypothekenbank significantly increased its new business results again in the third quarter. New mortgage commitments totalled 1,670 million euros or 239 million euros (+17 percent) over the same year-ago figure. "These good results underline the performance capabilities of our customer-oriented sales strategy," said Erich Rödel, speaker of the Münchener Hypothekenbank's board of management. Growth in the commercial property lending business was particularly dynamic where MünchenerHyp increased the volume of its new business over the comparable period in 2005 by 206 million euros (+40 percent) to 718 million euros.

Total assets rose to 35.4 billion euros during the first nine months of the year. Results from operations before provisions for risk improved to 35.0 million euros from 34.6 million euros in the comparable period in 2005.

In view of the strong growth of the German economy MünchenerHyp anticipates that it will be able to continue its business momentum in the coming months. It is expected that the market for private housing, in particular, will experience a bring-forward effect due to the scheduled increase in the value added tax. "I am confident that we will surpass the previous year's results," noted Erich Rödel.

For additional information please contact:

Dr. Phil Zundel
Head of Board of Management Staff
Münchener Hypothekenbank eG
Karl-Scharnagl-Ring 10, 80539 Munich
Telephone +49 (0) 89 53 87 319
Telefax +49 (0) 89 53 87 77 319
E-Mail: phil.zundel@muenchenerhyp.de