

Press Release – DEPFA Pfandbrief Bank International S.A.

8 November 2017

DEPFA Pfandbrief Bank International S.A. (“**DEPFA PBI**”) is a wholly owned subsidiary of DEPFA BANK plc (“**DEPFA**”). Since December 2014 DEPFA has been wholly owned by FMS Wertmanagement AöR (“**FMS-WM**”). FMS-WM was founded in July 2010 as a German state-owned, wind-down agency in order to wind up risk positions and non-strategic operations of the former Hypo Real Estate Holding AG group in a manner aimed at maximizing value.

In early 2016 FMS-WM announced a tender for covered bonds issued by both DEPFA ACS BANK and DEPFA PBI. In November 2016 DEPFA PBI announced the completion of a buyback of approximately Euro 826m (in total nominal amount) of Lettres de Gage Publiques (“**LdG**”) from FMS-WM and the sale to FMS-WM of approximately Euro 1.1bln (in nominal value) of public sector assets.

As of today the current nominal amount of outstanding LdG for DEPFA PBI is approximately Euro 130m and the current nominal amount of outstanding public sector assets in the cover pool is approximately Euro 138m.

The current business assumption of DEPFA PBI is that all outstanding LdG will have matured or have been terminated by the end of 2020 and that, subject to all regulatory and corporate approvals and satisfaction of contractual terms and conditions, any remaining assets or liabilities in DEPFA PBI will have been transferred to a successor or affiliate entity by 1 January 2021.

If you have any questions, please contact Rachel Martin, Head of Communications for DEPFA at +353 1 792 2144 or by email at Rachel.martin@depfa.com or Andreas Henry, Head of Communications for FMS-WM at +49 089 9547627 250 or by email at Andreas.henry@fms-wm.de.