



ANNOUNCEMENT TO HOLDERS

Date: 15th October 2012

**DEPFA Funding II LP Preferred Securities – ISIN: XS0178243332 –
Notification of Non-Payment of Distributions**

Notice is hereby given of a determination by DEPFA BANK plc, a member of the Hypo Real Estate Group and Guarantor of the Preferred Securities issued by DEPFA Funding II LP, that no Distribution shall be paid on the next Distribution Payment Date, scheduled for 30th October 2012, with respect to the Preferred Securities referred to above.

For further information please contact:

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