

Investor *Information*

Klagenfurt, 31 May 2013

Hypo Alpe-Adria-Bank International AG and Anadi Financial Holdings Pte. Ltd. sign purchase agreement for Hypo's Carinthia-based subsidiary, Hypo Alpe-Adria-Bank AG Austria (HBA)

- Important step towards privatisation following effective restructuring
- Closing of transaction amongst others subject to final approval by Austrian regulator

CEO Dr Kranebitter: "Mr Sanjeev Kanoria with his company Anadi is clearly best bidder with an international background, vast business experience and strong regional commitment"

Dr Sanjeev Kanoria, Chairman-Anadi Financial Holdings Pte. Ltd.: "New products, additional markets and fostering the core region are aims of our engagement"

Vienna/Klagenfurt am Wörthersee, 31 May 2013

Following a transparent bidding process conducted over several months, and after the careful consideration of the offers received for HBA, today a purchase agreement with the best bidder Anadi Financial Holdings Pte. Ltd. was signed for 100% of the shares in HBA. The signing is seen as an important step in the process of the privatisation of the Hypo subsidiary in Carinthia. Once the conditions laid down in the agreement have been fulfilled, the closing will take place.

"Despite extremely difficult market conditions throughout Europe, we have been able to take an important step in the privatisation process following the permanent restructuring of our Austrian subsidiary. The investor is not only the clear best bidder, but also has first-class experience in international business and convincing connections to leading financial organisations," stated Dr Gottwald Kranebitter, CEO of Hypo Alpe-Adria-Bank International AG in regard to the decision. Today's signing is "not least a clear proof that bank privatisations can work if a realistic framework is set in terms of expectations and time," said Kranebitter, who was content "that we were able to sustain as much of the value of the Carinthian based Hypo as possible after last years' endeavours. Existing guarantees by the State of Carinthia given to HBA are unaffected and remain valid."

The character of an "Austrian" bank will be the central goal and the endeavour would be to ensure that the depositors' money is safe and support initiatives/enterprises across businesses with conservativeness. As the organisation is more than a century old, we will bring in technology along with strong development of people to ensure

that it grows healthily for the next centuries” said Dr Sanjeev Kanoria.

In the course of signing, particular emphasis was also laid on the investor’s strong commitment to the region and to the development potential of the Carinthia-based subsidiary. British businessman Dr Sanjeev Kanoria who had travelled to Vienna for the signing, said: “The future engagement of Anadi Financial Holdings Pte. Ltd., as new owner of HBA promises to enable the bank to offer new products in additional markets and thus further strengthen and upgrade its market position. To achieve these goals HBA will be provided with strategic and financial expertise of both of Dr Sanjeev Kanoria and SREI Group, which has vast experience in the financial sector, through a service agreement.” As a result of the acquisition of the “Bank at the heart of the European Union”, the investor expects excellent synergies with the current core business and further stimulus for the economy in Carinthia.

On the occasion of the signing, both parties emphasised the fact that the preconditions for a final closing should be fulfilled in the near future. Following this final step in the privatisation, “nothing will now stand in the way of a new chapter for this regional bank fostered by international strength and commitment,” was the unanimous conclusion of Dr Sanjeev Kanoria and Dr Gottwald Kranebitter.

About HBA:

After the nationalisation of Hypo Alpe Adria Bank in December 2009, HBA (www.hypo-alpe-adria.at) underwent a planned programme of restructuring and recovery. Following a clear redimensioning by a good one-third of the balance sheet total to approx. EUR 4 billion per 31.12.2012, and HBA’s reorientation as a competent regional bank, the balance sheet has shown sustainable profit since 2011. In 2012, the POA was EUR 17 million. Around 56,000 customers are served by more than 450 employees at 14 locations in Carinthia as well as branches in Vienna and Salzburg. In addition, over 470 municipalities and associations in Carinthia are customers of HBA.

About Dr Sanjeev Kanoria, Chairman-Anadi Financial Holdings Pte. Ltd.:

Dr Sanjeev Kanoria is based in London and has multiple businesses internationally. The 49 year old one is an experienced business person with sound management and strategic skills. He has recently been nominated for an “Order of the British Empire” for his contribution over the last 20 years in the UK.

Dr Sanjeev Kanoria qualified as a Doctor and subsequently did his MBA from London Business School in 1997. He joined McKinsey & Co (London) as a senior consultant where he was involved in strategic consulting for many businesses across Europe. He received his PhD from University College London for his contributions to the medical science.

Dr Sanjeev Kanoria is a versatile professional business person and is the brother of Mr Hemant Kanoria, Chairman of the SREI Group. Sanjeev has also created a significant healthcare business spread across UK employing more than 1000 people. The transaction is supported by the professional services of JP Morgan’s network, Vienna based TJP Advisory and Management Services represented by Mr Klaus

Requat and the legal counsellor of Seller and Purchaser – Eisenberger und Herzog Rechtsanwälte and Wolf Theiss respectively.

If you require any further information, please do not hesitate to contact us directly. Additional details about Hypo Alpe Adria can also be found on our website (www.hypo-alpe-adria.com).

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