

Press Release**DEUTSCHE
PFANDBRIEFBANK****pbb Deutsche Pfandbriefbank issues € 500 million Public Sector Pfandbrief**

Munich, 22 May 2013 – On Wednesday, pbb Deutsche Pfandbriefbank, one of the largest German Pfandbriefbanks, successfully issued a Public Sector Pfandbrief amounting to € 500 million. The Pfandbrief matures on 29 May 2028. The long duration of 15 years is an exemption on the Pfandbriefmarket. Pfandbriefe with such duration have not been issued in the last years. As with the issuance of a Mortgage Pfandbrief denominated in GBP at the end of 2012 pbb is breaking new grounds.

The Pfandbrief has a 2.375 percent coupon. pbb Deutsche Pfandbriefbank pays 40 basis point (0.40 percent) spread over mid-swaps. Based on the re-offer price of 98.612 percent, the Pfandbrief has a 2.487 percent yield.

With this issue pbb Deutsche Pfandbriefbank continues its successful capital markets activities in 2013. In the course of the year the bank already publicly placed two € 500 million benchmark Mortgage Pfandbrief issues, as well as a € 500 million senior unsecured benchmark bond, the second one subsequently increased by an additional € 360 million. On top of this, pbb sold sizeable Pfandbrief issues via private placements, also in foreign currency. In total pbb raised long-term funds of some € 3.1 billion during the first quarter 2013.

pbb Deutsche Pfandbriefbank's Public Sector Pfandbriefs currently have a rating of AA+ by Standard & Poor's and Aa1 by Moody's.

The issue was arranged by a syndicate comprised of BNP Paribas, Commerzbank, Deutsche Bank, JP Morgan and LBBW. The high share of foreign investors (55 percent) supports diversification and underlines the attractiveness of the Pfandbrief on the international capital markets.

Media Contact:

Walter Allwicher, +49 89 2880-28787, walter.allwicher@pfandbriefbank.com

Oliver Gruß, +49 89 2880-28781, oliver.gruss@pfandbriefbank.com

Note to Editors:**Details on pbb Deutsche Pfandbriefbank's Public Sector Pfandbrief issue:**

Maturity:	29.05.2028
Value date:	29.05.2013
German Securities ID (WKN):	A1R06C
ISIN:	DE000A1R06C5
Series:	25059



DEUTSCHE
PFANDBRIEFBANK

About pbb Deutsche Pfandbriefbank

pbb Deutsche Pfandbriefbank is a specialist bank for commercial real estate finance and public investment finance. In addition to Germany, the main focus of business is to be found in Great Britain, France and Scandinavia; furthermore the bank is active in other selected European countries. Its core business is lending: the bank has an important role to play in supplying credit to the real estate industry and supports the public sector with financing for projects and measures designed to improve public infrastructure.

In the field of **real estate financing**, the Group's range of services is targeted at professional national and international real estate investors such as real estate companies, institutional investors, real estate funds as well as SMEs and customers with a regional focus in Germany. The focus is on the less volatile real estate types, namely offices, retail properties, apartments and logistics. pbb focuses on medium to large-scale financing arrangements, and offers its customers local expertise and international know-how.

In the field of **public investment financing**, pbb finances projects for providing public sector infrastructure. In this particular field, the focus is on public sector facilities, municipal housing, utilities and the disposal industry, health, nursing-care and child-care properties as well as educational facilities. In addition to financing public sector infrastructure, pbb is also active in the field of export financing with public guarantees.

Further information: www.pfandbriefbank.com.