

December 3, 2010

Extraordinary announcement

FHB Mortgage Bank Co. Plc (registered seat: H-1082 Budapest, Üllői út 48., Hungary; hereinafter: the "Company" or "FHB") in compliance with its obligation pursuant to Section 55 of the Act CXX of 2001 on the Capital Markets (hereinafter: "Capital Market Act") and Decree 24/2008. (VIII.15.) of the Minister of Finance on the detailed rules of disclosure obligation relating to securities issued to the public (hereinafter: "Decree"), hereby notifies its Investors as follows:

In accordance with the earlier extraordinary announcement of the Company dated November 12, 2010, with respect to the commercial banks being members of FHB Banking Group, namely FHB Commercial Bank Ltd. and Allianz Bank Ltd. the decisions to be made at second regarding the transformation, in this case regarding the actual acquisition by merger of Allianz Bank Ltd. by FHB Commercial Bank Ltd., have been made as of December 3, 2010.

Resolutions regarding Allianz Bank Ltd. can be found in attachment No. 1. of this announcement.

Resolutions regarding FHB Commercial Bank Ltd. can be found in attachment No. 2. of this announcement.

The merger strengthens the competitiveness of FHB Banking Group, furthermore it contributes to the improvement of efficiency due to the exploitation of synergies resulting from the joint operation, to the reduction of costs and to the optimal running of human and financial resources.

The most important aspect of this is that by virtue of the merger FHB Banking Group can appear with a uniform product and service structure for the present and future customers in the extended branch office network, being the primary sales channel of the Group. Moreover, the branch office network can be operated in a single legal and operating structure, therefore the unnecessary additional costs and risks resulting from the two commercial banks' parallel operation can be eliminated or reduced significantly.

Based on the above decisions the permission of the Hungarian Financial Supervisory Authority is necessary to the merger of the two banks, regarding which the application shall be submitted soon. Since the companies are under the direct and indirect management and control of FHB Mortgage Bank Co. Plc. the planned step does not require the approval of the Hungarian Competition Authority.

The process of the merger of Allianz Bank Ltd. into FHB Commercial Bank Co. Ltd. closes with the registration and endorsement by the Court of Registration and based on this with the effectuation of the merger planned to be as from March 31, 2011.

FHB Mortgage Bank Co. Plc.