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12 November 2008 10:39 AM
Reuters News LBA English (c) 2008 Reuters Limited

* To raise 700 mln euro equity from shareholders
* Starts talks to tap government bank package
* Germany's BayernLB owns 57.5 pct of Hypo Alpe Adria (Adds detail, background)

VIENNA, Nov 12 (Reuters) - Austria's Hypo Group Alpe Adria, controlled by Germany's BayernLB, said on Wednesday it would raise 700 million euros ($884 million) in new capital from its shareholders and may also tap a government bank package.

Hypo Group said in a statement it would propose the capital increase at a shareholder meeting due on Dec. 2, and would hammer out the details with shareholders, including the share each one has to shoulder, until then.

The bank will also start talks with the Austrian government about tapping the 15 billion euro fund the Alpine republic has set aside for strengthening banks' core capital as part of a broader 100 billion euro plan.

BayernLB, controlled by the German state of Bavaria and Bavarian savings banks, itself is in talks with the German government about whether it is entitled to use its banking package to strengthen its own capital base.

Austria has so far agreed to inject 2.7 billion euros in Erste Group Bank and nationalised ailing municipality lender Kommunalkredit [KKAT.UL]. Raiffeisen Zentralbank has said it may tap it for up to 2 billion euros. (Reporting by Boris Groendahl; Editing by Richard Hubbard)