

Erste Group Bank AG

(Incorporated as a stock corporation in the Republic of Austria under registered number FN 33209 m)

Structured Notes Programme

This supplement (the "**Supplement**") constitutes a prospectus supplement pursuant to Article 16 (1) of the Directive 2003/71/EC as amended (the "**Prospectus Directive**") and § 6 (1) of the Austrian Capital Market Act as amended (*Kapitalmarktgesetz*, the "**KMG**") and is supplemental to, and should be read in conjunction with, the prospectus dated 5 September 2017 (the "**Original Prospectus**") and together with Prospectus Supplement No. 1 dated 31 October 2017, the "**Prospectus**") relating to the Structured Notes Programme (the "**Programme**") of Erste Group Bank AG (the "**Issuer**" or "**Erste Group Bank**").

The Original Prospectus has been approved on 5 September 2017 by the Austrian Financial Market Authority (*Finanzmarktaufsichtsbehörde*, the "**FMA**").

This Supplement has been filed for approval with the FMA in its capacity as competent authority under the KMG on 28 February 2018. This Supplement has been filed with the Wiener Börse, which has admitted the Programme to the "*Amtlicher Handel*" (Official Market). This Supplement has been published in electronic form on the website of the Issuer under "www.erstegroup.com/de/Capital-Markets/Prospekt/Anleihen".

The Issuer has requested the FMA to provide the competent authorities in other host Member States within the European Economic Area including Croatia, the Czech Republic, Germany, Hungary, Romania and the Slovak Republic with a certificate of approval attesting that this Supplement has been drawn up in accordance with the Prospectus Directive and the KMG.

Terms defined in the Prospectus shall have the same meaning when used in this Supplement.

To the extent that there is any inconsistency between a) any statement in this Supplement or any statement incorporated by reference in the Prospectus by this Supplement and b) any other statement in or incorporated by reference in the Prospectus, the statements mentioned in a) above will prevail.

Save as disclosed in this Supplement, no other significant new factor, material mistake or inaccuracy relating to information in the Prospectus has arisen or been noted, as the case may be, since the publication of the Prospectus.

In accordance with Article 16 of the Prospectus Directive and § 6 KMG, investors who have already agreed to purchase or subscribe for Notes before this Supplement is published have a right, exercisable within two working days after the publication of this Supplement, to withdraw their acceptances until, and including, 2 March 2018, provided that that the new factor, mistake or inaccuracy arose before the final closing of the offer to the public and the delivery of the Notes.

This Supplement has been filed with the FMA in its capacity as competent authority under the KMG for approval. The accuracy of the information contained in this Supplement does not fall within the scope of examination by the FMA under applicable Austrian law and the Prospectus Directive. The FMA has examined this Supplement only in respect of its completeness, coherence and comprehensibility pursuant to § 8a (1) KMG.

28 February 2018

No person has been authorised to give any information or to make any representation other than those contained in this Supplement in connection with the issue or sale of the Notes and, if given or made, such information or representation must not be relied upon as having been authorised by the Issuer. Neither the delivery of the Prospectus and/or this Supplement nor any sale made in connection herewith shall, under any circumstances, create any implication that there has been no change in the affairs of the Issuer or Erste Group since the date hereof or the date upon which the Prospectus has been most recently supplemented or that there has been no adverse change in the financial position of the Issuer or Erste Group since the date hereof or the date upon which the Prospectus has been most recently supplemented or that any other information supplied in connection with the Programme is correct as of any time subsequent to the date on which it is supplied or, if different, the date indicated in the document containing the same.

*The distribution of this Supplement and the offering or sale of the Notes in certain jurisdictions may be restricted by law. Persons into whose possession this Supplement comes are required by the Issuer to inform themselves about and to observe any such restriction. The Notes have not been and will not be registered under the United States Securities Act of 1933, as amended (the "**Securities Act**"), and may include Notes in bearer form that are subject to U.S. tax law requirements. The Notes may not be offered, sold or delivered within the United States or to U.S. persons except in certain transactions permitted by U.S. tax regulations and the Securities Act. For a description of certain restrictions on offers and sales of Notes, see "11. Subscription and Sale" in the Prospectus.*

This Supplement does not constitute an offer of, or an invitation by or on behalf of any of the Issuer to subscribe for, or purchase, any Notes.

Neither this Supplement nor any financial statements supplied in connection with the Programme or any Notes are intended to provide the basis of any credit or other evaluation and should not be considered as a recommendation by any of the Issuer that any recipient of this Supplement or any financial statements should purchase the Notes. Each potential purchaser of Notes should determine for itself the relevance of the information contained in this Supplement or any financial statements and its purchase of Notes should be based upon any such investigation as it deems necessary.

Significant new factors and/or inaccuracies (as referred to in Article 16 (1) of the Prospectus Directive and § 6 (1) KMG) have arisen which in the Issuer's perception are capable of affecting the assessment of the Notes, and are thus herewith included in the Prospectus as follows:

1. **AMENDMENTS TO THE SECTION ENTITLED "5. FORM OF FINAL TERMS (GERMAN AND ENGLISH LANGUAGE)" COMMENCING ON PAGE 290 OF THE ORIGINAL PROSPECTUS**

In the sub-section "TEIL B – ZUSÄTZLICHE INFORMATIONEN PART B – OTHER INFORMATION" on the pages 305 and 306 of the Original Prospectus, the information regarding "Benchmark Verordnungsstatus" and "Benchmark Regulation status" contained in the right column shall be replaced by the following information:

"[Im Falle eines Index einfügen: Der in der oben stehenden Tabelle genannte Index (der "Index"), der der Verzinsung der Schuldverschreibungen zugrunde liegt, wird von **[Name des Administrators einfügen]** (der "Administrator") bereitgestellt. Zum Datum dieser Endgültigen Bedingungen ist dieser Administrator in dem öffentlichen Register **[nicht]** genannt, das von der Europäischen Wertpapieraufsichtsbehörde (*European Securities and Markets Authority - ESMA*) gemäß der Verordnung (EU) 2016/1011 des Europäischen Parlaments und des Rates vom 8. Juni 2016 über Indizes, die bei Finanzinstrumenten und Finanzkontrakten als Referenzwert oder zur Messung der Wertentwicklung eines Investmentfonds verwendet werden (die "Benchmark Verordnung") geführt wird. **[Falls der Administrator nicht im öffentlichen Register eingetragen ist, einfügen:** Soweit der Emittentin bekannt, **[unterliegt der Index gemäß Artikel 2 der Benchmark-Verordnung nicht dem Anwendungsbereich dieser Verordnung]****[fällt der Administrator unter die Übergangsbestimmungen in Artikel 51 der Benchmark-Verordnung]**, sodass die Erlangung einer Zulassung oder Registrierung (oder, bei einem Sitz außerhalb der Europäischen Union, Anerkennung, Übernahme oder Gleichstellung) durch den Administrator derzeit nicht erforderlich ist.]"

[Im Falle mehrerer Indices einfügen: Die jeweils in der oben stehenden Tabelle genannten Indices, die der Verzinsung der Schuldverschreibungen zugrunde liegen, werden von Administratoren bereitgestellt. Zum Datum dieser Endgültigen Bedingungen **[ist]****[sind]** **[Name(n) des/der Administrator(s)/(en) einfügen]** in dem öffentlichen Register **[(das "Register")]** **[nicht]** genannt, das von der Europäischen Wertpapieraufsichtsbehörde (*European Securities and Markets Authority - ESMA*) gemäß der Verordnung (EU) 2016/1011 des Europäischen Parlaments und des Rates vom 8. Juni 2016 über Indizes, die bei Finanzinstrumenten und Finanzkontrakten als Referenzwert oder zur Messung der Wertentwicklung eines Investmentfonds verwendet werden (die "Benchmark Verordnung") geführt wird.**[,]** und **[Name(n) des/der Administrator(s)/(en) einfügen]** **[ist]****[sind]** im Register nicht genannt. **[Falls der jeweilige Administrator nicht im öffentlichen Register eingetragen ist, einfügen:** Soweit der Emittentin bekannt, **[unterlieg[t][en]** **[konkreten Index/konkrete Indices angeben]** gemäß Artikel 2 der Benchmark-Verordnung nicht dem Anwendungsbereich dieser Verordnung**][[fällt][fallen]** **[Name(n) des/der Administrator(s)/(en) einfügen]** unter die Übergangsbestimmungen in Artikel 51 der Benchmark-Verordnung], sodass die Erlangung einer Zulassung oder Registrierung (oder, bei einem Sitz außerhalb der Europäischen Union, Anerkennung, Übernahme oder Gleichstellung) durch **[Name(n) des/der Administrator(s)/(en) einfügen]** derzeit nicht erforderlich ist.]" **[Nicht anwendbar]"**

"[In case of one index insert: The index stated in the above table (the "Index") underlying the interest rate of the Notes is provided by **[insert name of the administrator]** (the "Administrator"). As at the date of these Final Terms, this Administrator **[appears]****[does not appear]** on the public register that is maintained by the European Securities and Markets Authority (ESMA) pursuant to the Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds (the "Benchmark

Regulation"). [If the administrator does not appear on the public register, insert:
As far as the Issuer is aware, [the Index does not fall within the scope of the Benchmark Regulation by virtue of Article 2 of that regulation][the transitional provisions in Article 51 of the Benchmark Regulation apply to the Administrator], such that the Administrator is not currently required to obtain authorisation or registration (or, if located outside the European Union, recognition, endorsement or equivalence).]]

[In case of several indices insert: The relevant indices stated in the above table underlying the interest rate of the Notes are provided by Administrators. As at the date of these Final Terms, [insert name(s) of the administrator(s)] [appear[s]][do[es] not appear] on the public register [(the "Register")] that is maintained by the European Securities and Markets Authority (ESMA) pursuant to the Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds (the "Benchmark Regulation")].][and [insert name(s) of the administrator(s)] do[es] not appear on the Register.] [If the relevant administrator does not appear on the public register, insert: As far as the Issuer is aware, [[insert specific index/indices] do[es] not fall within the scope of the Benchmark Regulation by virtue of Article 2 of that regulation][the transitional provisions in Article 51 of the Benchmark Regulation apply to [insert name(s) of the administrator(s)]], such that [insert name(s) of the administrator(s)] [is][are] not currently required to obtain authorisation or registration (or, if located outside the European Union, recognition, endorsement or equivalence).]] [Not applicable]]"

RESPONSIBILITY STATEMENT OF ERSTE GROUP BANK AG

Erste Group Bank AG, with its registered office at Am Belvedere 1, A-1100 Vienna, Austria, is responsible for the information given in this Supplement.

The Issuer hereby declares that, having taken all reasonable care to ensure that such is the case, the information contained in this Supplement is, to the best of the knowledge of the Issuer, in accordance with the facts and contains no omission likely to affect its import.

Vienna, 28 February 2018

Erste Group Bank AG
as Issuer