

**First Supplement dated 5 September 2017  
to the Prospectus dated 27 July 2017**

*This document constitutes a supplement (the "**First Supplement**") for the purposes of Article 13 of the Luxembourg Law on Prospectuses (as defined below) which implements Directive 2003/71/EC of the European Parliament and the Council of 4 November 2003, as amended (the "**Prospectus Directive**"), into the Luxembourg law to two base prospectuses of Vorarlberger Landes- und Hypothekenbank Aktiengesellschaft (the "**Issuer**"): (i) the base prospectus in respect of non-equity securities within the meaning of Article 22 No. 6 (4) of the Commission Regulation (EC) No. 809/2004 of 29 April 2004, as amended (the "**Commission Regulation**") and (ii) the base prospectus in respect of Pfandbriefe within the meaning of Article 22 No. 6 (3) of the Commission Regulation, as amended (together, the "**Debt Issuance Programme Prospectus**" or the "**Prospectus**").*

This First Supplement is supplemental to, and should be read in conjunction with the Debt Issuance Programme Prospectus dated 27 July 2017.

## **Vorarlberger Landes- und Hypothekenbank Aktiengesellschaft**

**EUR 6,500,000,000**  
**Debt Issuance Programme**  
(the "**Programme**")

The Issuer has requested the *Commission de Surveillance du Secteur Financier* of the Grand Duchy of Luxembourg (the "**CSSF**") in its capacity as competent authority under the Luxembourg Law relating to prospectuses for securities (*Loi relative aux prospectus pour valeurs mobilières*, the "**Luxembourg Law on Prospectuses**"), which implements the Directive 2003/71/EC of the European Parliament and the Council of 4 November 2003 as amended, to provide the competent authorities in the Federal Republic of Germany, the United Kingdom of Great Britain and Northern Ireland, the Republic of Ireland, the Republic of Austria and The Netherlands as soon as possible after approval of this First Supplement has been granted, with a certificate of such approval (the "**Notification**") attesting that the First Supplement has been drawn up in accordance with the Luxembourg Law on Prospectuses. The Issuer may request the CSSF to provide competent authorities in additional host Member States within the European Economic Area with a Notification.

This First Supplement will be published in the same way as the Debt Issuance Programme Prospectus in electronic form on the website of the Luxembourg Stock Exchange ([www.bourse.lu](http://www.bourse.lu)) and on the website of the Issuer ([www.hypovbg.at](http://www.hypovbg.at)).

**In accordance with Article 13 paragraph 2 of the Luxembourg Law, where the Debt Issuance Programme Prospectus relates to an offer of Notes to the public, investors who have already agreed to purchase or subscribe for Notes before this First Supplement is published have the right, exercisable within a time limit of two working days after the publication of this First Supplement, until 7 September 2017, to withdraw their acceptances provided that the new factor, mistake or inaccuracy referred to in Article 13 paragraph 1 of the Luxembourg Law arose before the final closing of the offer to the public and the delivery of the Notes.**

**This First Supplement may only be used for the purpose for which it has been published as set out below. This First Supplement may not be used for the purpose of an offer or solicitation by and to anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such an offer or solicitation.**

**This First Supplement does not constitute an offer or an invitation to subscribe for or purchase any of the Notes.**

Vorarlberger Landes- und Hypothekenbank Aktiengesellschaft ("**Hypo Landesbank Vorarlberg**", "**Hypo Vorarlberg**" or the "**Issuer**") with its registered office in Bregenz, the Republic of Austria, is solely responsible for the information given in this First Supplement.

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

Terms defined or otherwise attributed meanings in the Debt Issuance Programme Prospectus have the same meaning in this First Supplement.

This First Supplement shall only be distributed in connection with and should only be read in conjunction with the Debt Issuance Programme Prospectus.

To the extent that there is any inconsistency between any statement in this First Supplement and any other statement in or incorporated by reference in the Debt Issuance Programme Prospectus, the statements in this First Supplement will prevail.

Save as disclosed in this First Supplement, there has been no other significant new factor, material mistake or inaccuracy relating to information included in the Debt Issuance Programme Prospectus which is capable of affecting the assessment of Notes issued under the Programme since the publication of the Debt Issuance Programme Prospectus.

The Issuer has confirmed to the Dealers that the Debt Issuance Programme Prospectus and this First Supplement contain all information with regard to the Issuer and the Notes which is necessary to enable investors to make an informed assessment of the assets and liabilities, financial position, profit and losses and prospects of the Issuer and the rights attaching to the Notes which is material in the context of the Programme and the issue and offering of Notes thereunder; that the information contained therein with respect to the Issuer and the Notes is accurate and complete in all material respects and is not misleading; that the opinions and intentions expressed therein with respect to the Issuer and the Notes are honestly held; that there are no other facts with respect to the Issuer or the Notes the omission of which would make the Debt Issuance Programme Prospectus and this First Supplement misleading in any material respect; and that all reasonable enquiries have been made to ascertain all facts and to verify the accuracy of all statements contained therein.

No person has been authorised to give any information which is not contained in or not consistent with the Debt Issuance Programme Prospectus or this First Supplement or any other document entered into in relation to the Programme or any information supplied by the Issuer or such other information as in the public domain and, if given or made, such information must not be relied upon as having been authorised by the Issuer, the Dealers or any of them.

To the extent permitted by the laws of any relevant jurisdiction, neither the Arranger nor any Dealer nor any other person mentioned in the Debt Issuance Programme Prospectus or this First Supplement, excluding the Issuer, is responsible for the information contained in the Debt Issuance Programme Prospectus or this First Supplement or any Final Terms or any other document incorporated therein by reference, and accordingly, and to the extent permitted by the laws of any relevant jurisdiction, none of these persons accepts any responsibility for the accuracy and completeness of the information contained in any of these documents.

**The following changes are made to the Debt Issuance Programme Prospectus**

1. "Element B.12 - Selected historical key financial information" of the Summary on pages 9-11 of the Debt Issuance Programme Prospectus shall be supplemented by the following information:

<p>"The following tables show selected historical key financial information of Hypo Vorarlberg for the six-month periods ended 30 June 2016 and 30 June 2017 and as of 31 December 2016 and 30 June 2017 extracted or derived from the unaudited interim consolidated financial statements of Hypo Vorarlberg as of and for the six-month period ended 30 June 2017. These unaudited interim consolidated financial statements have been prepared on the basis of International Financial Reporting Standards as adopted by the EU ("IFRS") on interim financial reporting (IAS 34).</p>				
<b>in '000 EUR, unless otherwise indicated</b>				
	<b>30.06.2017</b>	<b>31.12.2016</b>	<b>Change</b>	
			<b>absolute</b>	<b>in %</b>
Total assets	14,164,936	13,324,387	840,549	6.3
Loans and advances to customers (L&R)	9,269,054	9,049,998	219,056	2.4
Amounts owed to customers (LAC)	5,404,687	5,282,097	122,590	2.3
Liabilities evidenced by certificates (LAC)	3,151,373	2,682,267	469,106	17.5
Own funds according to CRR	1,228,725	1,246,529	-17,804	-1.4
thereof Tier 1 capital	1,010,598	1,005,715	4,883	0.5
Total capital ratio according to CRR	16.32%	16.52%	-0.20%	-1.2-
<b>in '000 EUR, unless otherwise indicated</b>				
	<b>01.01.-</b>	<b>01.01.-</b>	<b>Change</b>	
	<b>30.06.2017</b>	<b>30.06.2016</b>	<b>absolute</b>	<b>in %</b>
Net interest income after loan loss provisions	85,835	87,881	-2,046	-2.3
Net fee and commission income	17,685	16,856	829	4.9
Net trading result (not including change in own credit risk)	9,890	1,195	8,695	>100.0
Administrative expenses	-50,594	-49,727	-867	1.7
Operating result before change in own credit risk	33,276	49,015	-15,739	-32.1
Earnings before taxes	34,519	28,879	5,640	19.5
<b>Key figures</b>				
	<b>01.01.-</b>	<b>01.01.-</b>	<b>Change</b>	
	<b>30.06.2017</b>	<b>30.06.2016</b>	<b>absolute</b>	<b>in %</b>
Cost-Income-Ratio (CIR)*	59.21%	59.95%	-0.75%	-1.2
Return on Equity (ROE)*	6.40%	10.44%	-4.04%	-38.7
Employees	717	718	-1	-0.1
<p>* Calculation of Cost-Income-Ratio (CIR): The sum of administrative expenses and other expenses minus other tax expenses (by reason of the stability fee being independent from the operating results) divided by the sum of operating income consisting of net interest income, net fee and commission income, other income as well as the trading results and the result from the valuation of financial instruments-HFT.</p> <p>Cost-Income-Ratio is an indicator of how efficiently the bank is being managed, and it is an important way of determining a bank's efficiency. It is calculated as described above whereas a low ratio means the bank is in good standing.</p> <p>Calculation of Return on Equity (ROE): Operating result before change in own credit risk of the reporting period (multiplied by 4 for the respective three-month period ended 31 March 2016 and 31 March 2017 for purposes of comparison to the full year ROE) divided by the total shareholder's equity as of 1 January of the reporting period minus accumulated profits available for appropriation (unappropriated surplus reported in the separate</p>				

	<p>financial statements according to the Austrian Banking Act (<i>Bankwesengesetz</i> – "<b>BWG</b>") and Austrian Commercial Code (<i>Unternehmensgesetzbuch</i>) for the previous financial year.</p> <p>Return on equity is a measure of profitability of a credit institution that reveals how much net income a bank earns as a percent of the amount shareholders invest. It is a measure of how well a credit institution uses investments to generate earnings growth. Both are important and in the banking sector customary benchmarks."</p>
--	--

2. "Element B.12 - Significant change in the financial and trading position" of the Summary on page 11 of the Debt Issuance Programme Prospectus shall be replaced by the following information:

	<b>"Significant change in the financial and trading position"</b>	Not applicable. There have been no significant changes in the financial or trading positions of Hypo Vorarlberg since 30 June 2017."
--	---	--

3. "Element B.12 - Ausgewählte wesentliche historische Finanzinformationen" of the German Translation of the Summary on pages 29-31 of the Debt Issuance Programme Prospectus shall be supplemented by the following information:

<p>"Die folgenden Tabellen stellen ausgewählte wesentliche historische Finanzinformationen der Hypo Vorarlberg für die zum 30. Juni 2016 und 30. Juni 2017 endenden Sechsmonatszeiträume und zum 31. Dezember 2016 und 30. Juni 2017 dar, welche dem ungeprüften Konzernzwischenabschluss für den zum 30. Juni 2017 endenden Sechsmonatszeitraum entnommen oder daraus abgeleitet wurden. Der ungeprüfte Konzernzwischenabschluss wurde nach den International Financial Reporting Standards, wie sie in der EU anzuwenden sind ("<b>IFRS</b>") für Zwischenberichterstattung (IAS 34) erstellt.</p>					
in TEUR, sofern nicht anders angegeben		30.06.2017	31.12.2016	Veränderung	
				absolut	in %
Bilanzsumme		14.164.936	13.324.387	840.549	6,3
Forderungen an Kunden (L&R)		9.269.054	9.049.998	219.056	2,4
Verbindlichkeiten gegenüber Kunden ( LAC)		5.404.687	5.282.097	122.590	2,3
Verbriefte Verbindlichkeiten (LAC)		3.151.373	2.682.267	469.106	17,5
Eigenmittel gemäß CRR		1.228.725	1.246.529	-17.804	-1,4
davon Kernkapital		1.010.598	1.005.715	4.883	0,5
Quote der Gesamteigenmittel gemäß CRR		16,32%	16,52%	-0,20%	-1,2
in TEUR, sofern nicht anders angegeben		01.01.- 30.06.2017	01.01.- 30.06.2016	Veränderung	
				absolut	in %
Zinsüberschuss nach Risikovorsorge		85.835	87.881	-2.046	-2,3
Provisionsüberschuss		17.685	16.856	829	4,9
Handelsergebnis		9.890	1.195	8.695	>100,0
Verwaltungsaufwand		-50.594	-49.727	-867	1,7
Operatives Ergebnis vor Veränderung des eigenen Bonitätsrisikos		33.276	49.015	-15.739	-32,1
Ergebnis vor Steuern		34.519	28.879	5.640	19,5

Kennzahlen	01.01.-	01.01.-	Veränderung	
	30.06.2017	30.06.2016	absolut	in %
Cost-Income-Ratio (CIR)*	59,21%	59,95%	-0,75%	-1,2
Return on Equity (ROE)*	6,40%	10,44%	-4,04%	-38,7
Personal	717	718	-1	-0,1

\* Berechnung Cost-Income-Ratio (CIR): Summe aus Verwaltungsaufwand und sonstigen Aufwendungen abzüglich der sonstigen Steueraufwendungen (aufgrund der vom operativen Ergebnis unabhängigen Stabilitätsabgabe) geteilt durch die Summe der betrieblichen Erträge, bestehend aus Zinsüberschuss, Provisionsüberschuss, sonstige Erträge, sowie dem Ergebnis aus dem Handel und dem Ergebnis aus der Bewertung von Finanzinstrumenten-HFT.

Das Cost-Income-Ratio ist eine Kennziffer die angibt, wie effizient die Bank geführt wird, und sie ist eine wichtige Form der Bestimmung der Effizienz einer Bank. Sie wird wie oben beschrieben berechnet, wobei eine niedrige Kennziffer bedeutet, dass die Bank in guter Verfassung ist.

Berechnung Return on Equity (ROE): Operatives Ergebnis vor Veränderung des eigenen Bonitätsrisikos (multipliziert mit 4 für den entsprechenden Dreimonatszeitraum endend zum 31. März 2016 und 31. März 2017 zum Zwecke des Vergleichs mit dem ROE für das volle Jahr) geteilt durch die Summe Eigenkapital Stand 1. Januar der Berichtsperiode abzüglich des verwendungsfähigen Bilanzgewinns (im Einzelabschluss nach Bankwesengesetz ("BWG") bzw. Unternehmensgesetzbuch ausgewiesener Bilanzgewinn) für das vorangegangene Geschäftsjahr.

Der Return on Equity ist ein Rentabilitätsmaß eines Kreditinstituts, das beschreibt, welchen Ertrag eine Bank im Verhältnis zu dem Betrag, den Aktionäre investiert haben, verdient. Es ist ein Maßstab dafür, wie gut ein Kreditinstitut Investitionen einsetzt, um Ertragswachstum zu generieren. Beides sind wichtige, und im Bankensektor gebräuchliche, Messlatten."

4. "Element B.12 - Signifikante Veränderungen in der Finanz- bzw. Handelsposition" of the Summary on page 31 of the Debt Issuance Programme Prospectus shall be replaced by the following information:

"Signifikante Veränderungen in der Finanz- bzw. Handelsposition	Nicht anwendbar. Seit dem 30. Juni 2017 kam es zu keiner wesentlichen Veränderung der Finanzlage oder der Handelsposition der Hypo Vorarlberg."
---	---

5. The section "Vorarlberger Landes- und Hypothekbank Aktiengesellschaft as Issuer – SELECTED FINANCIAL INFORMATION CONCERNING THE ISSUER'S ASSETS AND LIABILITIES, FINANCIAL POSITION AND PROFITS AND LOSSES – Selected Historical Financial Information" on pages 351-353 of the Debt Issuance Programme Prospectus shall be supplemented by the following information:

"The following tables show selected historical key financial information of Hypo Vorarlberg for the six-month periods ended 30 June 2016 and 30 June 2017 and as of 31 December 2016 and 30 June 2017 extracted or derived from the unaudited interim consolidated financial statements of Hypo Vorarlberg as of and for the six-month period ended 30 June 2017. These unaudited interim consolidated financial statements have been prepared on the basis of International Financial Reporting Standards as adopted by the EU ("IFRS") on interim financial reporting (IAS 34).

in '000 EUR, unless otherwise indicated	30.06.2017	31.12.2016	Change	
			absolute	in %
Total assets	14,164,936	13,324,387	840,549	6.3
Loans and advances to customers (L&R)	9,269,054	9,049,998	219,056	2.4
Amounts owed to customers (LAC)	5,404,687	5,282,097	122,590	2.3
Liabilities evidenced by certificates (LAC)	3,151,373	2,682,267	469,106	17.5
Own funds according to CRR	1,228,725	1,246,529	-17,804	-1.4
thereof Tier 1 capital	1,010,598	1,005,715	4,883	0.5
Total capital ratio according to CRR	16.32%	16.52%	-0.20%	-1.2-

in '000 EUR, unless otherwise indicated	01.01.-	01.01.-	Change	
	30.06.2017	30.06.2016	absolute	in %
Net interest income after loan loss provisions	85,835	87,881	-2,046	-2.3
Net fee and commission income	17,685	16,856	829	4.9
Net trading result (not including change in own credit risk)	9,890	1,195	8,695	>100.0
Administrative expenses	-50,594	-49,727	-867	1.7
Operating result before change in own credit risk	33,276	49,015	-15,739	-32.1
Earnings before taxes	34,519	28,879	5,640	19.5

Key figures	01.01.-	01.01.-	Change	
	30.06.2017	30.06.2016	absolute	in %
Cost-Income-Ratio (CIR)*	59.21%	59.95%	-0.75%	-1.2
Return on Equity (ROE)*	6.40%	10.44%	-4.04%	-38.7
Employees	717	718	-1	-0.1

\* Calculation of Cost-Income-Ratio (CIR): The sum of administrative expenses and other expenses minus other tax expenses (by reason of the stability fee being independent from the operating results) divided by the sum of operating income consisting of net interest income, net fee and commission income, other income as well as the trading results and the result from the valuation of financial instruments-HFT.

Cost-Income-Ratio is an indicator of how efficiently the bank is being managed, and it is an important way of determining a bank's efficiency. It is calculated as described above whereas a low ratio means the bank is in good standing.

Calculation of Return on Equity (ROE): Operating result before change in own credit risk of the reporting period (multiplied by 4 for the respective three-month period ended 31 March 2016 and 31 March 2017 for purposes of comparison to the full year ROE) divided by the total shareholder's equity as of 1 January of the reporting period minus accumulated profits available for appropriation (unappropriated surplus reported in the separate financial statements according to the Austrian Banking Act (*Bankwesengesetz* – "BWG") and Austrian Commercial Code (*Unternehmensgesetzbuch*) for the previous financial year.

Return on equity is a measure of profitability of a credit institution that reveals how much net income a bank earns as a percent of the amount shareholders invest. It is a measure of how well a credit institution uses investments to generate earnings growth. Both are important and in the banking sector customary benchmarks."

**6. In the section "Vorarlberger Landes- und Hypothekenbank Aktiengesellschaft as Issuer – SELECTED FINANCIAL INFORMATION CONCERNING THE ISSUER'S ASSETS AND LIABILITIES, FINANCIAL POSITION AND PROFITS AND LOSSES – Significant change in the Issuer's financial or trading position" on page 353 of the Debt Issuance Programme Prospectus the sentence shall be replaced by the following information:**

"There have been no significant changes in the financial or trading positions of Hypo Vorarlberg since 30 June 2017."

**7. The list in the section "Documents Incorporated by Reference" on pages 370 of the Debt Issuance Programme Prospectus shall be supplemented by the following information:**

"– Consolidated Interim Financial Statements for the first half-year of 2017 (English Version) included in the Half-Year Report as at 30 June 2017 of Hypo Vorarlberg."

**8. The table in the section "Documents Incorporated by Reference - Comparative Table of Documents Incorporated by Reference" on pages 370-371 of the Debt Issuance Programme Prospectus shall be supplemented by the following information:**

"(page numbers refer to the Interim Report as source document)

<b>Page</b>	<b>Section of Prospectus</b>	<b>Documents Incorporated by Reference</b>
351	<b>Hypo Vorarlberg, Historical Financial Information</b>	<p><b>Unaudited consolidated interim financial statements as of and for the six-month period ended 30 June 2017 (English Version) included in the Half-Year Report as at 30 June 2017</b></p> <p>Statement of comprehensive income (<i>Gesamtergebnisrechnung</i>) for the period 1 January to 30 June 2017 (pages 12-13)</p> <p>Balance sheet (<i>Bilanz</i>) dated 30 June 2017 (page 14)</p> <p>Statement of changes in shareholders' equity (<i>Eigenkapitalveränderungsrechnung</i>) (page 15)</p> <p>Condensed cash flow statement (<i>verkürzte Geldflussrechnung</i>) (page 16)</p> <p>Notes (<i>Erläuterungen/Notes</i>) (pages 16-28)"</p>

## **ADDRESSES**

### **Issuer**

Vorarlberger Landes- und Hypothekenbank  
Aktiengesellschaft  
Hypo-Passage 1  
6900 Bregenz  
Republic of Austria

### **Fiscal and Paying Agent**

Deutsche Bank Aktiengesellschaft  
Issuer Services  
Taunusanlage 12  
60325 Frankfurt am Main  
Federal Republic of Germany

### **Austrian Fiscal Agent**

(for Notes (including Pfandbriefe) in bearer form with an Austrian International Securities Identification Number (ISIN) for which OeKB acts as Clearing System)

Vorarlberger Landes- und Hypothekenbank  
Aktiengesellschaft  
Hypo-Passage 1  
6900 Bregenz  
Republic of Austria

### **Listing Agent in the Grand Duchy of Luxembourg**

Banque de Luxembourg  
14, boulevard Royal  
2449 Luxembourg  
Grand Duchy of Luxembourg