

Hypo Vorarlberg Bank AG

(Incorporated as a stock corporation in the Republic of Austria under registered number FN 145586 y)

EUR 150,000,000 Additional Tier 1 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 2 October 2017 (the "**Original Prospectus**" and together with the Prospectus Supplement No. 1 dated 3 November 2017 and the Prospectus Supplement No. 2 dated 9 February 2018, the "**Prospectus**") relating to the EUR 150,000,000 Additional Tier 1 Notes Programme (the "**Programme**") of Hypo Vorarlberg Bank AG (the "**Issuer**" or "**Hypo Vorarlberg**").

The Original Prospectus has been approved on 2 October 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 27 March 2018. This Supplement has been filed with the Wiener Börse, which has admitted the Programme to the "*Ämtlicher Handel*" (Official Market). This Supplement has been published in electronic form on the website of the Issuer under "[www. hypovbg.at](http://www.hypovbg.at)".

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 agreed to subscribe for Notes after the occurrence of the significant new factors described in this Supplement but before the publication of this Supplement have a right to withdraw their acceptances until, and including, 29 March 2018.

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.

27 March 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 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 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 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 "Selling Restrictions" in the Prospectus.*

This Supplement does not constitute an offer of, or an invitation by or on behalf 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 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 "SUMMARY" COMMENCING ON PAGE 7 OF THE ORIGINAL PROSPECTUS

On page 13 of the Original Prospectus, in the right column of element B.17, the second sentence of the third paragraph shall be replaced by the following sentence and the table regarding the Moody's ratings shall be replaced by the following table:

"As of 27 March 2018, the ratings assigned to the Issuer by each Rating Agency are as follows:"

"Moody's²

Bank Deposit Rating:	A3 / P-2
Outlook:	Stable
Baseline Credit Assessment:	Baa2
Senior Unsecured MTN:	A3
Subordinate MTN – Dom. Curr.:	Baa3
Public Pfandbriefe:	Aa1
Mortgage Pfandbriefe:	Aaa"

2. AMENDMENTS TO THE SECTION ENTITLED "HYPO VORARLBERG BANK AG AS ISSUER" COMMENCING ON PAGE 159 OF THE ORIGINAL PROSPECTUS

In the subsection "Credit Ratings" commencing on page 171 of the Original Prospectus, the second sentence of the first paragraph shall be replaced by the following sentence and the table regarding the Moody's ratings shall be replaced by the following table:

"As of 27 March 2018, the ratings assigned to the Issuer by each Rating Agency are as follows:"

"Moody's¹⁰

Bank Deposit Rating:	A3 / P-2
Outlook:	Stable
Baseline Credit Assessment:	Baa2
Senior Unsecured MTN:	A3
Subordinate MTN – Dom. Curr.:	Baa3
Public Pfandbriefe:	Aa1
Mortgage Pfandbriefe:	Aaa"

RESPONSIBILITY STATEMENT

Hypo Vorarlberg Bank AG, with its registered office at Hypo-Passage 1, A-6900 Bregenz, the Republic of Austria, is solely responsible for the information given in this Supplement and 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 its knowledge, in accordance with the facts and contains no omission likely to affect its import.

Bregenz, 27 March 2018

Hypo Vorarlberg Bank AG
as Issuer pursuant to § 8 KMG