



Raiffeisenbank a.s.

ISSUANCE SUPPLEMENT

FINAL CONDITIONS OF THE BOND ISSUE

Mortgage bonds with a fixed interest yield

estimated total nominal value of the issue

EUR 10,000,000

due in the year 2016

ISIN

CZ0002002413

Issue Price:

100 % of the nominal value

Lead Manager

Raiffeisenbank a.s.

Administrator

Raiffeisenbank a.s.

Date of the compilation of this Issuance Supplement is 19th October 2011.

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ISSUANCE SUPPLEMENT – Final Conditions of the Bond Issue

Through the decision of the Czech National Bank No. 2009/7097/570, referencing No. 2009/166/572, of 15th September 2009, which took effect on 16th September 2009, the Conditions of Issuance of the Bond Programme (hereinafter referred to as "**Conditions of Issuance**") of Raiffeisenbank a.s., with its Registered Office in Prague 4, at Hvězdova 1716/2b, Postal Code: 140 78, ID 49 24 09 01, recorded in the Trade Register kept by Municipal Court in Prague, Section B, File 2051 (hereinafter also referred to as "**Raiffeisenbank a.s.**" or "**Issuer**") was approved in a maximum sum of issued and outstanding Bonds of EUR 1,000,000,000, with the duration of the programme for 30 years (hereinafter referred to also as the "**Bond Programme**"). On the basis of the same decision the general prospectus for the Bond Programme was also approved, which together with Bond Programme constitutes one document within the meaning of § 13 article 5 of Act No. 190/2004 Coll., as amended. Change of the Conditions of Issuance was approved by the Czech National Bank No. 2011/11470/570, referencing No. 2011/109/572 of 23rd September 2011, which took effect on 23rd September 2011.

In accordance with § 36i article 2 of the Act on the Capital Market No. 256/2004 Coll., as amended (hereinafter referred to as the "Act on the Capital Market"), was approved updated version of General Prospectus through the decision of the Czech National Bank No. 2011/11574/570, referencing No. 2011/110/572, of 27th September 2011, which took effect on 27th September 2011 (hereinafter referred to as the "**General Prospectus**"). General Prospectus is in accordance with § 36i of the Act on Capital Market valid for twelve months from the date of approval by the Czech National Bank, i.e. until 27th September 2012.

This Issuance Supplement has been compiled in order to supplement the Conditions of Issuance and it constitutes, together with the General Prospectus and any supplements to the General Prospectus, the entire Conditions of Issuance and the Prospectus for the Bonds. This Issuance Supplement consists of:

- (i) an Addendum to the Bond Programme, which is the Addendum to the Conditions of Issuance, approved by the Czech National Bank, Ref. No. 2011/12127/570, referencing No. 2011/114/572 of the 13th October 2011, which came into force on 13th October 2011 (hereinafter referred to as the "**Addendum to the Conditions of Issuance**");
- (ii) other relevant information concerning this Bond Issue or Raiffeisenbank a.s., which is not included in the General Prospectus and any supplements thereto that are not included in the Addendum to the Bond Programme..

(hereinafter referred to as the "**Issuance Supplement**")

Neither The Addendum to the Bond Programme nor the Bonds (as that term is defined in the Addendum to the Bond Programme) have been approved or registered in accordance with any regulation or any self-governing body of any jurisdiction other than the Czech National Bank, in accordance with the laws of the Czech Republic. Distribution of this Issuance Supplement and the offer, sale or purchase of the Bonds may be restricted by law in some jurisdictions. Raiffeisenbank a.s. requires any person who obtains possession of this Issuance Supplement to make themselves acquainted with all of these restrictions and to respect them.

The offer for the Bonds is conducted in accordance with the General Prospectus, the Conditions of Issuance, all the hitherto published Supplements to the General Prospectus and this Issuance Supplement. Any decision to subscribe or purchase the Bonds offered should be based solely on the information contained in these documents in their entirety, as a whole, and on the terms of the offer, including an independent evaluation of the risks of investments in Bonds carried out by each of the prospective buyers.

Raiffeisenbank a.s. reminds all prospective buyers of the Bonds, that full details concerning Raiffeisenbank a.s. and of the offer of the Bonds are available only by combining the General Prospectus, all its supplements that have been published and this Issuance Supplement.

The General Prospectus and its supplements that have been published are available for study at the headquarters of Raiffeisenbank in Prague 4, at Hvězdova 1716/2b, Postal Code: 140 78 during the normal working hours of Raiffeisenbank a.s. and also in electronic form at the Internet address www.rb.cz.

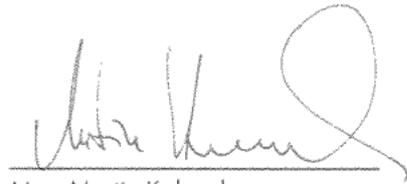
RESPONSIBLE PARTIES

The entity responsible for the information provided in the General Prospectus and any supplements to the General Prospectus and this Issuance Supplement is the Issuer – Raiffeisenbank a.s., with its Registered Office in Prague 4, at Hvězdova 1716/2b, Postal Code: 140 78 ID: 49 24 09 01, recorded in the Trade Register of the Municipal Court in Prague, Section B, File 2051, on behalf of which act Mgr. Martin Kolouch, a Board Member, and Mgr. Jan Kubín, a Board Member.

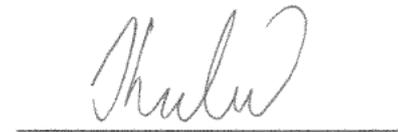
AFFIDAVIT

The Issuer declares that, having expended all reasonable care, the information contained in this General Prospectus and any supplements to the General Prospectus and this Issuance Supplement are to the best of its knowledge in accordance with all the known facts, as of the date of its completion, and that no facts have been concealed that might alter the purport of this General Prospectus and any supplements to the General Prospectus and this Issuance Supplement.

On behalf of Raiffeisenbank a.s.



Mgr. Martin Kolouch
Member of the Board



Mgr. Jan Kubín
Member of the Board

ADDENDUM TO THE BOND PROGRAMME

Through the decision of the Czech National Bank No. 2009/7097/570, referencing No. 2009/166/572, of 15th September 2009, which took effect on 16th September 2009, the Conditions of Issuance of the Bond Programme (hereinafter **"the Conditions of Issuance"**) of Raiffeisenbank a.s. , with its Registered Office in Prague 4, at Hvězdova 1716/2b, Postal Code: 140 78, ID 49 24 09 01, recorded in the Trade Register kept by Municipal Court in Prague, Section B, File 2051 (hereinafter also referred to as **"Raiffeisenbank a.s." or "Issuer"**) was approved in a maximum sum of issued and outstanding Bonds of EUR 1,000,000,000, with the duration of the programme for 30 years (hereinafter referred to also as the **"Bond Programme"**). On the basis of the same decision the general prospectus for the Bond Programme was also approved, which together with Bond Programme constitutes one document within the meaning of § 13 article 5 of Act No. 190/2004 Coll., as amended. Change of the Conditions of Issuance was approved by the Czech National Bank No. 2011/11470/570, referencing No. 2011/109/572 of 23rd September 2011, which took effect on 23rd September 2011.

In accordance with § 36i article 2 of the Act on the Capital Market No. 256/2004 Coll., as amended (hereinafter referred to as the "Act on the Capital Market"), was approved updated version of General Prospectus through the decision of the Czech National Bank No. 2011/11574/570, referencing No. 2011/110/572, of 27th September 2011, which took effect on 27th September 2011 (hereinafter referred to as the **"General Prospectus"**). General Prospectus is in accordance with § 36i of the Act on Capital Market valid for twelve months from the date of approval by the Czech National Bank, i.e. until 27th September 2012. If Raiffeisenbank a.s. wishes to make a public offer of the Bonds subsequent to that date, the Issuer shall publish a new general prospectus approved by the Czech National Bank, in order that the public offer should always proceed on the basis of a valid general prospectus (or the General Prospectus amended through supplements). Such general prospectuses (and their supplements) will be available to all interested parties in electronic form on the website of Raiffeisenbank a.s. at www.rb.cz.

This Addendum to the Bond Programme, which together with the Conditions of Issuance constitutes the Conditions of Issuance of the Bonds specified below that are issued under this Bond programme (hereinafter also referred to as the **"Bonds"**), was approved by a Decision of the Czech National Bank No. 2011/12127/570 referencing Sp/2011/114/572 of the 13th October 2011, which came into force on 13th October 2011.

Terms that are not defined here and to which a specific meaning is attributed in the Conditions of Issuance, have their meaning defined within the latter, unless the context of their application for this Bond Programme indicates otherwise. In the event of any discrepancies between the Conditions of Issuance and this Addendum to the Bond Programme, the provisions of this Addendum to the Bond Programme take precedence. However, this does not affect the wording of the Conditions of Issuance in relation to any specific Bond Issue issued as part of this Bond Programme. The following Bond Conditions specify the general Conditions of Issuance in connection with this bond Issue for the Bond Programme defined in the General Prospectus, as described above.

| | | |
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| 1 | ISIN of Bonds : | CZ0002002413 |
| 2 | A regulated market or a multilateral trading facility to which the Issuer intends to apply for acceptance for trading: | The Issuer intends to apply for acceptance of Bonds for trading on a regulated market of Luxembourg Stock Exchange |
| 3 | Nature of the Bonds: | dematerialised |
| 4 | Form of the Bonds: | bearer |
| 5 | Nominal value of each Bond:: | EUR 100,000 |
| 6 | Total estimated nominal value of the Bonds issued, as of the Issue Date: | EUR 10,000,000 |

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| 7 | The Number of Bonds issued as of the Issue Date: | 100 pieces |
| 8 | Numbering of the Bonds: | - |
| 9 | Currency in which the Bonds are denominated: | EUR |
| 10 | Right of the Issuer to increase the volume of the Bonds / conditions for such increase: | No |
| 11 | Pre-emption and the exchange rights attached to the Bonds (if other than as mentioned in Article 1.1 of the Conditions of Issuance): | - |
| 12 | Title of Bonds: | Mortgage Bond Raiffeisenbank a.s. 3,50/16 |
| 13 | Type of Bonds: | Mortgage Bonds |
| 14 | The possibility of separation of the right to the bond yield by issuing Coupons (if other than as specified in Article 1.2.1 of the Conditions of Issuance): | No |
| 15 | Restrictions to the transferability of the Bonds and / or the Coupons (if issued): | No |
| 16 | Issue Date: | 26th October 2011 |
| 17 | The manner of and the period of the issuance of Bonds (Issuance Period) (if other than as specified in Article 2.1 of the Conditions of Issuance): | 18 (eighteen) month after the Issue date |
| 18 | Issue price of the Bonds as of the Issue date, or manner of its definition: | 100 % of the nominal value |
| 19 | Manner and location for subscription to the Bonds / information concerning the persons who are involved in issuing the Bonds: | <p>The Bonds will be offered for subscription and purchase in the Czech Republic specifically to experienced and professional investors (both domestic and foreign), in accordance with the relevant legislation, through the Lead Manager of the Bond Issue.</p> <p>The Issuer expects that the subscription of Bonds will be also implemented through a public offer of investment securities in accordance with § 34 of Act No. 256/2004 Coll. The Capital Market, as amended.</p> <p>In the event that the amount subscribed exceeds the total nominal value of the Bond Issue, Raiffeisenbank a.s. reserves the right to reduce the scale of the Initial Offering, in order that (i) the total nominal value subscribed for the Bond Issue should amount to the total nominal value of the Bond Issue, and (ii) the ratio between the number of the Bonds for which individual subscribers intended to subscribe and the amount of the Initial Offering reduced by Raiffeisenbank a.s. would remain unchanged, in accordance with the information contained in this sentence of Addendum to the Bond Programme. Any excess subscription paid by the applicants to Raiffeisenbank a.s., will be returned by Raiffeisenbank a.s. without delay to the account from which it has been transferred, unless Raiffeisenbank a.s.</p> |

and the applicant agree otherwise regarding this sum.

The minimum subscription for a Bond application is EUR 100,000 for 1 piece of the Bond; the maximum amount has not been determined.

The distribution of the Initial Offering of the Bonds will be conducted through the Central Securities Depository Prague company (hereinafter referred to as „CDCP“.)

For the successful primary distribution of the Bonds the subscribers to the Bonds shall proceed in accordance with the instructions of Raiffeisenbank a.s. or its representatives. It is not possible to guarantee that the Bonds will be correctly subscribed to the original purchaser if the latter fails to follow any of the procedures and fails to comply with all the relevant guidelines for the Initial Offering. Bond trading can commence at any time following the Issue Date (inclusive). Because the Bonds will be dematerialised, the candidates who subscribe to the Bonds, will not be sent any Bonds, but they will receive notification (hereinafter referred to as „Confirmation of the trade“) regarding their subscription to the Bonds. Raiffeisenbank a.s. commits itself to sending Confirmation of the trade without undue delay after the conclusion of the transaction.

Issuer shall notify each applicant for a subscription of the Bond in the writing form of Confirmation of the trade the result of the offer for the Bonds, including the number allocated to a successful applicant for a subscription of the Bonds. Bond trading can commence at any time following the Issue Date (inclusive), i.e. even prior to the delivery of the notification in accordance with the information contained in the preceding sentence.

Offer of the Bond issuance is arranged by the Issuer as the Lead Manager. Nobody apart from the Issuer participates in the issuance of the Bonds.

Raiffeisenbank a.s. may trade the Bonds on the secondary market. In the event that Raiffeisenbank a.s. agrees with any entity about the transfer of the Bonds on the secondary market, Raiffeisenbank a.s. will conclude a Bond transfer agreement (a purchase or a sale) with such entity, the content of which will be agreed with the entity.

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| 20 | Interest yield: | Bonds with fixed interest yield |
| 21 | Fraction of days: | 30/360 |
| 22 | In the case of the Bonds with a fixed coupon interest yield: | |
| | 22.1.1. The interest rate of the Bonds (nominal): | 3,50 % p. a. |
| | 22.1.2. Payment date of interest: | 26 th October of each year |
| | 22.1.3. End of the interest period of the Bonds (if other than as specified in Article 5.1 (d) of the Conditions of Issuance): | - |

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| 23 | In the case of the Bonds with a floating interest rate: | - |
| 23.1.1. | The interest rate and/or the rules for definition of the interest rate valid for each Yield Period: | - |
| 23.1.2. | Payment date of interest: | - |
| 23.1.3. | End of the interest period of the Bonds (if other than as specified in Article 5.2 (e) of the Conditions of Issuance): | - |
| 24 | In the event of Discount Bonds: | - |
| 24.1.1. | Discount rate: | - |
| 24.1.2. | End of the interest period of the Bonds (if other than as specified in Article 5.3 (b) of the Conditions of Issuance): | - |
| 25 | Other than nominal value that the Issuer shall pay the Owners of the Bonds at maturity (the "other value"): | - |
| 26 | Date of Final Maturity of the Bonds: | 26 th October 2016 |
| 27 | Method of payment of the nominal value of the Bonds, or other value (if other than as stated in Article 6.1 of the Conditions of Issuance): | - |
| 28 | Early redemption of the nominal value of the bonds based on the decision of the Issuer: | - |
| 28.1.1. | Dates as of which the Bonds may be redeemed prematurely based on the decision of the Issuer / the value at which the Bonds will be redeemed as of such date: | - |
| 29 | Repurchase of the Bonds by the Issuer (if other than as set forth in Article 6.4 of the Conditions of Issuance): | - |
| 30 | Working Day Convention for the definition of the Payment Date: | Following |
| 31 | Payment of interest or any other additional amounts for any time delay (if other than as specified in Article 7.2 of the Conditions of Issuance): | - |
| 32 | Place of Payment: | Designated premises of the Administrator |
| 33 | Compensation for taxes or charges by the Issuer (if other than as specified in Article 8 of the Conditions of Issuance): | - |
| 34 | Specific cases of default (other than as specified in Article 9.1 of the Conditions of Issuance): | - |
| 35 | Administrator: | Raiffeisenbank a.s. |

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| 36 | Designated premises of the Administrator: | Hvězdova 1716/2b, Prague 4, Post Code: 140 78 |
| 37 | Another or an additional Agent for the Calculations: | - |
| 38 | Another or an additional Quoting Agent: | - |
| 39 | The manner of publication of the notice convening the Meeting / the contents of the notice convening the Meeting (if other than as specified in Article 12.1.3 of the Conditions of Issuance): | - |
| 40 | Persons entitled to attend the Meeting and vote at it (if other than as defined in Article 12.2 of the Conditions of Issuance): | - |
| 41 | Date of Early Redemption of the Bonds (if other than as specified in Article 15 of the Conditions of Issuance): | - |
| 42 | A change of the starting date for the duration of the Yield period (if other than as specified in Article 15 of the Conditions of Issuance): | - |
| 43 | Assessment of the financial status of the Issuer (rating): | No |
| 44 | Status of the Bonds: | |
| 45 | Information concerning any and all other Addenda, clarifications or changes to the Conditions of Issuance in relation to this Bond Issue: | - |
| 46 | Assessment of the financial eligibility of the Bond Issue (rating): | This had not been carried out as of the Issue Date of the Bonds, however after the Issue Date the Issuer will consider whether it will request the performance of an assessment of the financial eligibility of the Bond Issue by the Moody's Investors Services rating company. |

OTHER IMPORTANT INFORMATION AND CONDITIONS OF THE OFFER

1. RISK FACTORS:

Some risk factors related to the Issuer, its business and the Bonds are laid down in the "RISK FACTORS" Section of the General Prospectus.

Specific risk factors related to the Mortgage Bonds:

The Mortgage Bonds are Bonds of which the nominal value, as well as the value of the related interest income, is fully covered by the receivables of the mortgage loans or by a portion of these receivables, or in a any substitute manner. Substitute coverage for the nominal value of the Mortgage Bonds and their related yield is possible for only up to 10% of this nominal value.

For full guaranteeing of the nominal value of the Mortgage Bonds, as well as their related income, only the receivables of the mortgage loans may be used. These receivables or their portions shall not, during the time of the aforesaid coverage, exceed 70% of the collateral value of the properties mortgaged to guarantee these claims.

If the Issuer of the Mortgage Bonds should become insolvent, a claim by an owners of the aforesaid bonds will be satisfied in an insolvency proceeding from the mortgage assets, which consist of the assets used to guarantee the Mortgage Bonds. The costs associated with the management and liquidation of the mortgaged assets are satisfied from the proceeds of their and subsequently the claims of the owners of the Mortgage Bonds are satisfied. In the event that the proceeds from the liquidation of the mortgage assets shall not be sufficient to satisfy the claims of the owners of the Mortgage Bonds in full, these receivables will be satisfied proportionately. Any unsatisfied portion of the aforesaid receivables is then recorded amongst other claims.

The value of the mortgaged property is determined by the Issuer as a collateral value in accordance with § 29 of the Act on Bonds. As the collateral value is understood the open market value determined in accordance with the special legal regulations governing asset valuation, taking into account the permanent and long-term sustainable characteristics of property, the revenue obtainable by a third party from the proper management of property, the rights and any defects associated with the property and the local conditions in the real estate market, including its influence and anticipated development. Considered as the open market value is the amount that would have been raised through the sale of the same, or a similar property in the ordinary course of trade in the Czech Republic, as of the date of the valuation.

Although the Issuer maintains a conservative policy in determining the collateral value of mortgaged properties, it is possible that a significant deterioration in the real estate market could lead to a reduction in the revenue from the liens ensuring the guarantees for the mortgage loans. This would, in the event of any

insolvency proceedings, in the case of the bankruptcy of the Issuer, create a reduction of the amount available for distribution amongst the owners of the Mortgage Bonds according to schedule.

2. REASONS FOR THE OFFER AND USAGE OF THE YIELD FROM THE BOND ISSUE:

2.1. Reasons for the offer and usage of the yield:

As the net proceeds from the Issue is understood the issue price after the deduction of the costs associated with the issue. Raiffeisenbank a.s. anticipates external costs of approximately EUR 3,123. The costs mentioned above does not include the costs related to the admission process of the Bonds on a regulated market of Luxembourg Stock Exchange.

Net proceeds from the issue, as estimated by Raiffeisenbank a.s., will be approximately EUR 9,996,877.

The funds received from the Bond Issue will be used for development of the business activities of the Issuer.

The Bonds will be offered for subscription and purchase in the Czech Republic specifically to experienced and professional investors (both domestic and foreign), in accordance with the relevant legislation, through the Lead Manager of the Bond Issue.

3. CONDITIONS OF THE OFFER:

The Issuer expects that the subscription of Bonds will also be implemented through a public offer of investment securities in accordance with § 34 of Act No. 256/2004 Coll. The Capital Market, as amended.

In the event that the amount subscribed exceeds the total nominal value of the Bond Issue, Raiffeisenbank a.s. reserves the right to reduce the scale of the Initial Offering, in order that (i) the total nominal value subscribed for the Bond Issue should amount to the total nominal value of the Bond Issue, and (ii) the ratio between the number of the Bonds for which individual subscribers intended to subscribe and the amount of the Initial Offering reduced by Raiffeisenbank a.s. would remain unchanged, in accordance with the information contained in this sentence of Addendum to the Bond Programme. Any excess subscription paid by the applicants to Raiffeisenbank a.s., will be returned by Raiffeisenbank a.s. without delay to the account from which it has been transferred, unless Raiffeisenbank a.s. and the applicant agree otherwise regarding this sum.

The minimum subscription for a Bond application is EUR 100,000 for 1 piece of the Bond; the maximum amount has not been determined.

The distribution of the Initial Offering of the Bonds will be conducted through the Central Securities Depository Prague company (hereinafter referred to as „CDCP“.)

For the successful primary distribution of the Bonds the subscribers to the Bonds shall proceed in accordance with the instructions of Raiffeisenbank a.s. or its representatives. It is not possible to guarantee that the Bonds will be correctly subscribed to the original purchaser if the latter fails to follow any of the

procedures and fails to comply with all the relevant guidelines for the Initial Offering. Bond trading can commence at any time following the Issue Date (inclusive). Because the Bonds will be dematerialised, the candidates who subscribe to the Bonds, will not be sent any Bonds, but they will receive notification (hereinafter referred to as „Confirmation of the trade“) regarding their subscription to the Bonds. Raiffeisenbank a.s. commits itself to sending Confirmation of the trade without undue delay after the conclusion of the transaction.

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Offer of the Bond issuance is arranged by the Issuer as the Lead Manager. Nobody apart from the Issuer participates in the issuance of the Bonds.

Raiffeisenbank a.s. may trade the Bonds on the secondary market. In the event that Raiffeisenbank a.s. agrees with any entity about the transfer of the Bonds on the secondary market, Raiffeisenbank a.s. will conclude a Bond transfer agreement (a purchase or a sale) with such entity, the content of which will be agreed with the entity.

4. GENERAL INFORMATION:

4.1. Interests of physical and legal entities involved in the offer:

There is no interest by natural persons or legal entities other than the interest of Raiffeisenbank a.s. that is essential for this Bond Issue.

4.2. Acceptance for trading and manner of trading:

Raiffeisenbank a.s. is ready to apply for the acceptance of the Bonds for trading on a regulated market of Luxembourg Stock Exchange.

5. ADDITIONAL INFORMATION:

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