

Final Terms dated 20 September 2010

Erste Group Bank AG

Issue of EUR 53,000,000 CMS linked Floating Rate Notes due 22 September 2020

under the

€30,000,000 Debt Issuance Programme

PART A - CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions (the "Conditions") set forth in the Prospectus dated 8 June 2010 and the supplement to the Prospectus dated 9 June 2010 which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the "**Prospectus Directive**"). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Prospectus as so supplemented. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Prospectus as so supplemented. The Prospectus and the supplement to the Prospectus are available for viewing at <http://www.erstegroup.com> and during normal business hours at Börsegasse 14, 1010 Vienna and copies may be obtained from Erste Group Bank AG, Börsegasse 14, 1010 Vienna and on <http://www.erstegroup.com>.

1	Issuer:	Erste Group Bank AG
2	(i) Series Number:	975
	(ii) Tranche Number:	1
3	Specified Currency or Currencies:	Euro ("EUR")
4	Aggregate Nominal Amount of Notes:	
	(i) Series:	EUR 53,000,000
	(ii) Tranche:	EUR 53,000,000
5	Issue Price:	100.00% of the Aggregate Nominal Amount
6	(i) Specified Denominations:	EUR 50,000
	(ii) Calculation Amount:	Specified Denomination
7	(i) Issue Date:	22 September 2010
	(ii) Interest Commencement Date:	Issue Date
8	Maturity Date:	22 September 2020
9	Interest Basis:	EUR-ISDA-EURIBOR Swap Rate – 11:00 plus Margin Floating Rate
10	Redemption/Payment Basis:	Redemption at par
11	Change of Interest or Redemption/Payment Basis:	Not applicable

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|-----------|--|--|
| 12 | Put/Call Options: | Not applicable |
| 13 | (i) Status of the Notes: | Senior |
| | (ii) Date Board approval for issuance of Notes obtained: | according to Overall Planning Approval of Management Board dated 16 November 2009 and Supervisory Board dated 16 December 2009 |
| 14 | Method of distribution: | Non-syndicated |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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|-----------|---|---|
| 15 | Fixed Rate Note Provisions | Not Applicable |
| 16 | Floating Rate Note Provisions | Applicable |
| | (i) Interest Period(s): | Each period from (and including) an Interest Payment Date to (but excluding) the next Interest Payment Date, the first Interest Period shall be the period from (and including) the Interest Commencement Date to (but excluding) the first Interest Payment Date |
| | (ii) Specified Interest Payment Dates: | 22 September in each year in arrears in accordance with the Business Day Convention below. |
| | (iii) First Interest Payment Date | 22 September 2011 in accordance with the Business Day Convention below. |
| | (iv) Business Day Convention: | Modified Following Business Day Convention |
| | (v) Business Centre(s): | TARGET |
| | (vi) Manner in which the Rate(s) of Interest is/are to be determined: | ISDA Determination |
| | (vii) Party responsible for calculating the Rate(s) of interest and/or Interest Amount(s) (if not the Agent): | BNPPARIBAS Securities Services, Luxembourg |
| | (viii) Screen Rate Determination: | Not Applicable |
| | - Reference Rate: | |
| | - Interest Determination Date(s): | |
| | - Relevant Screen Page: | |
| | (ix) ISDA Determination: | Applicable |
| | - Floating Rate Option: | EUR-ISDA-EURIBOR Swap Rate at 11:00 am Frankfurt time |
| | - Designated Maturity: | 10 years |
| | - Reset Date: | First day of each Interest Accrual Period (the fixings will be done on the second TARGET Business Day prior to the start of the relevant Interest Accrual Period) |
| | (x) Margin(s): | + 0.30 % per annum |
| | (xi) Minimum Rate of Interest: | 0.00 % per annum |
| | (xii) Maximum Rate of Interest: | Not Applicable |

(xiii) Day Count Fraction:	30/360, unadjusted
(xiv) Fall back provisions, rounding provisions, denominator and any other terms relating to the method of calculating interest on Floating Rate Notes, if different from those set out in the Conditions:	Not Applicable
17 Zero Coupon Note Provisions	Not Applicable
18 Index-linked Interest Note/other variable-linked interest Note Provisions	Not Applicable
19 Dual Currency Note Provisions	Not Applicable
PROVISIONS RELATING TO REDEMPTION	
20 Call Option	Not Applicable
21 Put Option	Not Applicable
22 Final Redemption Amount of each Note	
In cases where the Final Redemption Amount is Index-Linked or other variable-linked:	Not Applicable
23 Redemption of Reverse Convertible Notes (Cash-or-Share Notes, Cash-or-Fund Notes, Cash-or-Commodity Notes, Cash-or-Currency Notes, Cash-or-Future Notes)	Not Applicable
24 Early Redemption Amount	According to Clause 6 of the Terms and Conditions of the Notes
Early Redemption Amount(s) of each Note payable on redemption for taxation reasons or on event of default or other early redemption and/or the method of calculating the same (if required or if different from that set out in the Conditions):	
GENERAL PROVISIONS APPLICABLE TO THE NOTES	
25 Form of Notes:	Notes governed by English law: Bearer Notes: Temporary Global Note exchangeable for Permanent Global Note exchangeable for Definitive Notes in the limited circumstances specified in the Permanent Global Note.
26 New Global Note	Yes
27 Financial Centre(s) or other special	TARGET

provisions relating to Payment Dates:

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| 28 | Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): | No |
| 29 | Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment: | Not Applicable |
| 30 | Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made: | Not Applicable |
| 31 | Redenomination, renominatisation and reconventioning provisions: | Not Applicable |
| 32 | Consolidation provisions: | Not Applicable |
| 33 | Other final terms: | Not Applicable |

DISTRIBUTION

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| 34 | (i) If syndicated, names of Managers | Not Applicable |
| | (ii) Stabilising Manager(s) (if any): | Not Applicable |
| 35 | If non-syndicated, name of Dealer: | Barclays Bank PLC |
| 36 | U.S. Selling Restrictions | TEFRA D |
| 37 | Additional selling restrictions: | Not Applicable |
| 38 | Jurisdiction and Governing Law: | English |
| 39 | Binding language: | English |
| 40 | Domestic or International Notes | International |

PURPOSE OF FINAL TERMS

These Final Terms comprise the final terms required for issue and admission to trading on the Vienna Stock Exchange of the Notes described herein pursuant to the €30,000,000,000 Debt Issuance Programme of Erste Group Bank AG.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.

Erste Group Bank AG as the Issuer.

By:
Authorised Officer

By:
Authorised Officer

PART B - OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

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| (i) Listing: | Vienna, Geregelter Freiverkehr |
| (ii) Admission to trading: | Application is expected to be made by the Issuer for the Notes to be admitted to trading on the Vienna Stock Exchange. |
| (iii) Estimate of total expenses related to admission to trading: | EUR 2,900 |

2. RATINGS

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| Ratings: | In General Notes have the following ratings: |
| | S&P: |
| | Long term: A |
| | Short term A-1 |
| | Moody's: |
| | Senior Unsecured: Aa3 |
| | ST Bank Deposit Rating: P-1 |
| | Fitch: |
| | Long term: A |
| | Short term: F1 |

3. NOTIFICATION

The Commission de surveillance du secteur financier (CSSF - Luxembourg) has provided the Finanzmarktaufsichtsbehörde (FMA – Austria), Bundesanstalt für Finanzdienstleistungsaufsicht (Bafin - Germany), Commissione Nazionale per le Società e la Borsa (CONSOB – Italy), Malta Financial Services Authority (MFSA – Malta), Commission de surveillance du secteur financier (CSSF - Luxembourg), Hungarian Financial Supervisory Authority (PSZÁF - Hungary), Czech Securities Commission (SEC - Czech Republic), National Bank of Slovakia (NBS - Slovak Republic), Securities Market Agency (Slovenia) and Romanian National Securities Commission (Romania) with a certificate of approval attesting that the Prospectus has been drawn up in accordance with the Prospectus Directive

4. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE/OFFER

Save as discussed in “Subscription and Sale”, so far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer.

5. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES

- | | |
|---------------------------------|---|
| (i) Reasons for the offer: | See “Use of Proceeds” wording in Prospectus |
| (ii) Estimated net proceeds: | Not Applicable |
| (iii) Estimated total expenses: | EUR 3,000 |

6. Fixed Rate Notes only - YIELD

Indication of yield: Not Applicable

7. *Index-linked or Equity-linked or Fund-linked or Credit-linked or Commodity-linked or Future-linked or other variable-linked Notes only* - PERFORMANCE OF INDEX/FORMULA/UNDERLYING EQUITY/FUND/CREDIT EVENT/COMMODITY/FUTURE/OTHER VARIABLE, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING

Not Applicable

8. *Dual Currency Notes only* - PERFORMANCE OF RATE[S] OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT

Not Applicable

9. OPERATIONAL INFORMATION

- (i) ISIN Code: XS0542374722
- (ii) Common Code: 054237472
- (iii) Clearing system(s)
 - a) for International Notes: Euroclear Bank S.A./N.V. / Clearstream Banking, Société Anonyme
 - b) for Domestic Notes: Not Applicable
- (iv) Delivery: Delivery against payment
- (v) Names and addresses of initial Paying Agent(s): BNPPARIBAS Securities Services, Luxembourg
- (vi) Names and addresses of additional Paying Agent(s) (if any): Not Applicable
- (vii) Intended to be held in a manner which would allow Eurosystem eligibility. Yes
Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the ICSDs as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem, either upon issue, or at any or all times during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.