

## Final Terms dated 21 September 2010

### Erste Group Bank AG

Issue of EUR50,000,000 Puttable Floating Rate Notes due September 2015

under the **€30,000,000,000 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 during normal business hours at Börsegasse 14, A-1010 Vienna, Austria 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:	976
	(ii) Tranche Number:	1
3	Specified Currency or Currencies:	Euro ("EUR")
4	Aggregate Nominal Amount of Notes:	
	(i) Series:	EUR50,000,000
	(ii) Tranche:	EUR50,000,000
5	Issue Price:	100.00% of the Aggregate Nominal Amount
6	(i) Specified Denominations:	EUR50,000
	(ii) Calculation Amount:	Specified Denomination
7	(i) Issue Date:	23 September 2010
	(ii) Interest Commencement Date:	Issue Date
8	Maturity Date:	Interest Payment Date falling in or nearest to 23 September 2015
9	Interest Basis:	6 Month EURIBOR + the relevant Margin specified in paragraph 16(x) below. Floating Rate (further particulars specified below)
10	Redemption/Payment Basis:	Redemption at par
11	Change of Interest or Redemption/Payment Basis:	Not Applicable
12	Put/Call Options:	Investor Put
13	(i) Status of the Notes:	Senior
	(ii) Date Board approval for issuance of Notes obtained:	Approval obtained according to authorisation of the Overall Planning Approval of Management Board dated 16 November 2009 and to authorisation of the Supervisory Board dated 16 December 2009.

14 Method of distribution: Non-syndicated

**PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE**

15 **Fixed Rate Note Provisions** Not Applicable

16 **Floating Rate Note Provisions** Applicable

(i) Interest Period(s): From and including the Interest Commencement Date to but excluding the First Interest Payment Date, and for each subsequent period, from and including the relevant Interest Payment Date to but excluding the next Interest Payment Date thereafter

(ii) Specified Interest Payment Dates: The Specified Interest Payment Dates shall be semi-annually on 23 March and 23 September in each year from and including the First Interest Payment Date up to and including the Maturity Date

All such dates are subject to adjustment in accordance with the Business Day Convention as mentioned below.

(iii) First Interest Payment Date 23 March 2011

(iv) Business Day Convention: Preceding Business Day Convention

(v) Business Centre(s): TARGET only

(vi) Manner in which the Rate(s) of Interest is/are to be determined: Screen Rate Determination

(vii) Party responsible for calculating the Rate(s) of interest and/or Interest Amount(s) (if not the [Agent]): The Agent

(viii) Screen Rate Determination:

- Reference Rate: 6 months EURIBOR, fixed at 11.00am Frankfurt time

- Interest Determination Date(s): The second TARGET Business Day on which the TARGET System is open prior to the start of each relevant Interest Period

- Relevant Screen Page: Reuters Screen Page : EURIBOR01

(ix) ISDA Determination: Not Applicable

(x) Margin(s): - For the Interest Period from and including the Interest Commencement Date to but excluding the First Interest Payment Date: + 0.00 per cent. per annum;

- For the Interest Period from and including the First Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 September 2011 (the "Second Interest Payment Date"): + 0.20 per cent. per annum;

- For the Interest Period from and including the Second Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 March 2012

(the "Third Interest Payment Date"): + 0.30 per cent. per annum;

- For the Interest Period from and including the Third Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 September 2012 (the "Fourth Interest Payment Date"): + 0.40 per cent. per annum;

- For the Interest Period from and including the Fourth Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 March 2013 (the "Fifth Interest Payment Date"): + 0.50 per cent. per annum;

- For the Interest Period from and including the Fifth Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 September 2013 (the "Sixth Interest Payment Date"): + 0.60 per cent. per annum;

- For the Interest Period from and including the Sixth Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 March 2014 (the "Seventh Interest Payment Date"): + 0.70 per cent. per annum;

- For the Interest Period from and including the Seventh Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 September 2014 (the "Eighth Interest Payment Date"): + 0.80 per cent. per annum;

- For the Interest Period from and including the Eighth Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to 23 March 2015 (the "Ninth Interest Payment Date"): + 0.90 per cent. per annum;

- For the Interest Period from and including the Ninth Interest Payment Date to but excluding the Interest Payment Date falling on or nearest to the Maturity Date: + 1.00 per cent. per annum.

(xi) Minimum Rate of Interest:	Not Applicable
(xii) Maximum Rate of Interest:	Not Applicable
(xiii) Day Count Fraction:	Act/360
(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:	As per the Conditions

**17 Zero Coupon Note Provisions** Not Applicable

<b>18</b>	<b>Index-linked Interest Note/other variable-linked interest Note Provisions</b>	Not Applicable
<b>19</b>	<b>Dual Currency Note Provisions</b>	Not Applicable
<b>PROVISIONS RELATING TO REDEMPTION</b>		
<b>20</b>	<b>Call Option</b>	Not Applicable
<b>21</b>	<b>Put Option</b>	Applicable
	(i) Optional Redemption Date(s):	Each Interest Payment Date from and including the First Interest Payment Date to and including the Ninth Interest Payment Date.
	(ii) Optional Redemption Amount(s) of each Note and method, if any, of calculation of such amount(s):	99.95 per cent. per Calculation Amount in respect of a put option exercised on the First Interest Payment Date and EUR50,000 per Calculation Amount in respect of a put option exercised on an Interest Payment Date thereafter
	(iii) Notice period:	Not less than 1 (one) month's notice prior to the relevant Optional Redemption Date.
<b>22</b>	<b>Final Redemption Amount of each Note</b>	Not Applicable
<b>23</b>	<b>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)</b>	Not Applicable
<b>24</b>	<b>Early Redemption Amount</b> 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)	As per Condition 6 of the Terms and Conditions of the Notes
<b>GENERAL PROVISIONS APPLICABLE TO THE NOTES</b>		
<b>25</b>	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
<b>26</b>	New Global Note	Yes
<b>27</b>	Financial Centre(s) or other special provisions relating to Payment Dates:	TARGET
<b>28</b>	Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature):	No

<b>29</b>	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
<b>30</b>	Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made:	Not Applicable
<b>31</b>	Redenomination, renominatisation and reconventioning provisions:	Not Applicable
<b>32</b>	Consolidation provisions:	Not Applicable
<b>33</b>	Other final terms:	Not Applicable

#### **DISTRIBUTION**

<b>34</b>	(i) If syndicated, names of Managers	Not Applicable
	(ii) Stabilising Manager(s) (if any):	Not Applicable
<b>35</b>	If non-syndicated, name of Dealer:	J.P. Morgan Securities Ltd.
<b>36</b>	U.S. Selling Restrictions	Reg S Compliance Category, TEFRA D
<b>37</b>	Additional selling restrictions:	Not Applicable
<b>38</b>	Jurisdiction and Governing Law:	English
<b>39</b>	Binding language:	English
<b>40</b>	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**

- (i) Listing: Vienna, 2<sup>nd</sup> Regulated Market
- (ii) Admission to trading: Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the Vienna Stock Exchange with effect from the Issue Date
- (iii) Estimate of total expenses related to admission to trading: EUR 2,900

### **2. RATINGS**

- Ratings: Notes issued pursuant to the Programme have been given a general rating of:
- S & P: A  
Moody's: Aa3  
Fitch: A

### **3. NOTIFICATION**

The Commission de surveillance du secteur financier (CSSF - Luxembourg) has provided the Finanzmarktaufsichtbehörde (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: EUR50,000,000
- (iii) Estimated total expenses: EUR 3,000

### **6. Fixed Rate Notes only – 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:  | XS0542374995  |
| (ii) Common Code:   | 054237499   |
| (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):                             | BNP Paribas Securities Services, Luxembourg Branch  |
| (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. |