

Final Terms dated 6 September 2011

Erste Group Bank AG

Issue of CHF 100,000,000 2.00% Fixed Rate *Pfandbriefe* (Mortgage Bonds) 2011-2026
(the "Notes")

under the **€30,000,000,000 Debt Issuance Programme**

The Prospectus referred to below (as completed by these Final Terms) has been prepared on the basis that any offer of Notes in any Member State of the European Economic Area which has implemented the Prospectus Directive (each, a "Relevant Member State") will be made pursuant to an exemption under the Prospectus Directive, as implemented in that Relevant Member State, from the requirement to publish a prospectus for offers of the Notes. Accordingly any person making or intending to make an offer in that Relevant Member State of the Notes may only do so in circumstances in which no obligation arises for the Issuer or the Lead Manager to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive, in each case, in relation to such offer. Neither the Issuer nor the Lead Manager has authorised, nor do they authorise, the making of any offer of Notes in any other circumstances.

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 2011 which constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) as amended (which includes the amendments made by the Directive 2010/73/EU (the "2010 PD Amending Directive") to the extent implemented in the Relevant Member State) (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. 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 and the prospectus dated on or around 7 September 2011, prepared by the Issuer in connection with the listing of the Notes on the SIX Swiss Exchange Ltd (the "Listing Prospectus"). The Prospectus is available for viewing at www.erstegroup.com and during normal business hours at Erste Group Bank AG, Graben 21, A-1010 Vienna, Austria, and copies of the Listing Prospectus may be obtained from Deutsche Bank AG Zurich Branch, Uraniastrasse 9, P.O. Box 3604, CH-8021 Zurich, Switzerland or by fax +41 44 227 30 84.

1	Issuer	Erste Group Bank AG
2	(i) Series Number:	1055
	(ii) Tranche Number:	1
3	Specified Currency or Currencies:	Swiss Francs ("CHF")
4	Aggregate Nominal Amount:	
	(i) Series:	CHF 100,000,000
	(ii) Tranche:	CHF 100,000,000
5	Issue Price:	101.53% of the Aggregate Nominal Amount
6	(i) Specified Denominations:	CHF 5,000
	(ii) Calculation Amount	Specified Denomination
7	(i) Issue Date:	9 September 2011
	(ii) Interest Commencement Date:	Issue Date
8	Maturity Date:	9 September 2026
9	Interest Basis:	2.00% p.a. Fixed 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:	Not Applicable
13	(i) Status of the Notes:	<i>Pfandbrief</i>
	(ii) Date Board approval for issuance of Notes obtained:	According to Overall Planning Approval of Management Board dated 25 November 2010 and Supervisory Board dated 15 December 2010
14	Method of distribution:	Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15	Fixed Rate Note Provisions	Applicable
	(i) Interest Rate:	2.00% per annum payable annually in arrear
	(ii) Interest Payment Date(s):	9 September in each year, adjusted in accordance with Following Business Day Convention
	(iii) Fixed Coupon Amount:	Not Applicable
	(iv) Broken Amount(s):	Not Applicable
	(v) Day Count Fraction:	30/360 (unadjusted)
	(vi) Interest Determination Dates:	Not Applicable
	(vii) Other terms relating to the method of calculating interest for Fixed Rate Notes:	Not Applicable
16	Floating Rate Note Provisions	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	
	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	According to Clause 6 of the Conditions of the Notes

Conditions):

GENERAL PROVISIONS APPLICABLE TO THE NOTES

25 Form of Notes:

Notes governed by Austrian law:

Bearer Notes:

For the purpose of this Series only, Conditions 1 and 2 shall be amended and supplemented as follows:

"The aggregate principal amount of the Notes of CHF 100,000,000 is divided into Notes with denominations of CHF 5,000 (five thousand Swiss Francs) per Note and integral multiples thereof.

The Notes and all rights in connection therewith are documented in the form of a Permanent Global Note (the "Permanent Global Note") in the form annexed to the Supplemental Agency Agreement (the "Supplemental Agency Agreement") dated 6 September 2011 and made between, *inter alios*, the Issuer and Deutsche Bank AG Zurich Branch (the "Swiss Paying Agent").

The Permanent Global Note shall be deposited by the Swiss Paying Agent with SIX SIS Ltd or any other intermediary in Switzerland recognized for such purposes by SIX Swiss Exchange Ltd (SIX SIS Ltd or any such other intermediary, the "Intermediary"). Once the Permanent Global Note is deposited with the Intermediary and entered into the accounts of one or more participants of the Intermediary, the Notes will constitute intermediated securities (*Bucheffekten*) ("Intermediated Securities") in accordance with the provisions of the Swiss Federal Intermediated Securities Act (*Bucheffektengesetz*).

Each Holder (as defined below) shall have a quotal co-ownership interest (*Miteigentumsanteil*) in the Permanent Global Note to the extent of his claim against the Issuer, provided that for so long as the Permanent Global Note remains deposited with the Intermediary the co-ownership interest shall be suspended and the Notes may only be transferred by the entry of the transferred Notes in a securities account of the transferee.

The records of the Intermediary will determine the number of Notes held through each participant in that Intermediary. In respect of the Notes held in the form of Intermediated Securities, the holders of such Notes (the "Holders") will be the persons holding the Notes in a securities account (*Effektenkonto*) which is in their name, or in case of Intermediaries (*Verwahrungsstellen*), the Intermediaries (*Verwahrungsstellen*) holding the Notes for their own account in a securities account (*Effektenkonto*) which is in their name.

Neither the Issuer nor the Holders shall at any time

have the right to effect or demand the conversion of the Permanent Global Note (*Globalurkunde*) into, or the delivery of, uncertificated securities (*Wertrechte*) or definitive Notes (*Wertpapiere*).

No physical delivery of the Notes shall be made unless and until definitive Notes (*Wertpapiere*) are printed. Notes may only be printed, in whole, but not in part, if the Swiss Paying Agent determines, in its sole discretion, that the printing of the definitive Notes (*Wertpapiere*) is necessary or useful. Should the Swiss Paying Agent so determine, it shall provide for the printing of definitive Notes (*Wertpapiere*) without cost to the Holders. In the case definitive Notes (*Wertpapiere*) are printed, the Permanent Global Note will immediately be cancelled by the Swiss Paying Agent and the definitive Notes (*Wertpapiere*) shall be delivered to the Holders against cancellation of the Notes in the Holders' securities accounts."

26	New Global Note:	No
27	Financial Centre(s) or other special provisions relating to payment dates:	Zurich, TARGET
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:	
	(i) Payments:	<p>Payments of principal and interest in respect of the Notes will be made irrespective of any present or future transfer restrictions and without regard to any bilateral or multilateral payment or clearing agreement which may be applicable at the time of such payments in freely disposable Swiss francs without collection costs in Switzerland and without any restrictions and irrespective of nationality, domicile or residence of the holder of any Notes and without requiring any certification, affidavit or the fulfilment of any other formality.</p> <p>The receipt by the Swiss Paying Agent of the due and punctual payment of the funds in Swiss francs in</p>

Zurich releases the Issuer from its obligation under the Notes for the payment of interest and principal due on the respective payment dates to the extent of such payment.

For the purpose of this Series only, Condition 7 shall be construed accordingly.

(ii) Paying Agents:

In respect of the Notes, the Issuer will at all times maintain a paying agent having a specified office in Switzerland and will at no time maintain a paying agent having a specified office outside Switzerland in relation to the Notes.

For the purpose of this Series only, Condition 7(e) shall be construed accordingly.

In addition, all references in the Conditions to the Fiscal Agent and the Paying Agent shall, so far as the context permits, be deemed to be references to the Swiss Paying Agent.

(iii) Notices:

So long as the Notes are listed on the SIX Swiss Exchange Ltd and so long as the rules of the SIX Swiss Exchange Ltd so require, all notices in respect of the Notes will be validly given without cost to the holders of the Notes through Deutsche Bank AG Zurich Branch, as Swiss Paying Agent, either (i) by means of electronic publication on the internet website of SIX Swiss Exchange Ltd ("www.six-swiss-exchange.com", where notices are currently published under the address "www.six-swiss-exchange.com/news/official_notices/search_en.html") or (ii) otherwise in accordance with the regulations of the SIX Swiss Exchange Ltd. Any notices so given will be deemed to have been validly given on the date of such publication or if published more than once, on the first date of such publication.

For the purpose of this Series only, Condition 14 shall be construed accordingly.

DISTRIBUTION

34	(i) If syndicated, names and addresses of Managers and underwriting commitments	Not Applicable
	(ii) Date of Subscription Agreement:	6 September 2011
	(iii) Stabilising Manager(s) (if any):	Not Applicable
35	If non-syndicated, name and address of Dealer:	Deutsche Bank AG London Branch, acting through Deutsche Bank AG Zurich Branch Uraniastrasse 9 P.O. Box 3604 CH-8021 Zurich Switzerland
36	Total commission and concession:	1.25% of the Aggregate Nominal Amount
37	U.S. Selling Restrictions:	Reg. S Compliance Category; TEFRA D rules

applicable in accordance with usual Swiss market practice (exemption from certification requirement with respect to non-U.S. beneficial ownership)

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| 38 | Non-exempt Offer: | Not Applicable |
| 39 | Additional selling restrictions: | In lieu of the selling restrictions set out under the heading "Public Offer Selling Restrictions under the Prospectus Directive" in the section of the Prospectus entitled "Subscription and Sale", the Notes will be sold in the European Economic Area subject to the selling restrictions set out in the Listing Prospectus. |
| 40 | Jurisdiction and Governing Law: | Austrian |
| 41 | Binding language | English |
| 42 | 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 SIX Swiss Exchange Ltd 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: Application for definitive listing on the SIX Swiss Exchange Ltd will be made as soon as practicable and, if granted, will only be granted after the Issue Date.
- In accordance with Article 43 of the Listing Rules of the SIX Swiss Exchange Ltd, Deutsche Bank AG Zurich Branch has been appointed by the Issuer as representative to lodge the listing application with the Regulatory Board of the SIX Swiss Exchange Ltd.
- (ii) Admission to trading: Application has been made by the Issuer (or on its behalf) for the Notes to be provisionally admitted to trading on the SIX Swiss Exchange Ltd with effect from 7 September 2011. The last trading day of the Notes is expected to be 4 September 2026.

2. RATINGS

- Ratings: The Notes to be issued have been rated.
- Moody's has assigned definitive long-term ratings of **Aaa** to the outstanding *Pfandbriefe* (Mortgage Bonds) issued by Erste Group Bank AG
- Moody's is established in the European Community and has applied for registration under Regulation (EC) No 1060/2009, although notification of the corresponding registration decision has not yet been provided by the relevant competent authority.

3. NOTIFICATION

Not Applicable

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

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|---------------------------------|---|
| (i) Reasons for the offer: | See "Use of Proceeds" in the Prospectus |
| (ii) Estimated net proceeds: | CHF 100,190,000 |
| (iii) Estimated total expenses: | CHF 90,000 |

6. YIELD

- Indication of yield: 1,88198%
- As set out above, the yield is calculated at the Issue Date on the basis of the Issue

Price. It is not an indication of future yield.

7. OPERATIONAL INFORMATION

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| (i) ISIN Code: | CH0135998638 |
| (ii) Common Code: | 066590267 |
| (iii) Clearing system(s) | |
| a) for International Notes: | SIX SIS Ltd, the Swiss Securities Services Corporation located in Olten, Switzerland ("SIX SIS Ltd")

Swiss Security Number: 13.599.863 |
| b) for Domestic Notes: | Not Applicable |
| (iv) Delivery: | Delivery against payment. Customary SIX SIS Ltd settlement and payment procedures are applicable. |
| (v) Names and addresses of initial Paying Agent(s): | Deutsche Bank AG Zurich Branch
Uraniastrasse 9
P.O. Box 3604
CH-8021 Zurich
Switzerland

Deutsche Bank AG Zurich Branch shall act as issuing and paying agent in Switzerland (the "Swiss Paying Agent") in respect of the Notes. |
| (vi) Names and addresses of additional Paying Agent(s) (if any): | Not Applicable |
| (vii) Names and addresses of Delivery Agent (s) (if not BNP Paribas) | Not Applicable |
| (viii) Intended to be held in a manner which would allow Eurosystem eligibility. | No |

8. Terms and Conditions of the Offer

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| (i) Offer Price: | See Part A/Clause 5 |
| (ii) Conditions to which the offer is subject: | Not Applicable |
| (iii) Description of the application process: | Not Applicable |
| (iv) Description of possibility to reduce subscriptions and manner for refunding excess amount paid by applicants: | Not Applicable |
| (v) Details of the minimum and/or maximum amount of application: | Not Applicable |
| (vi) Details of the method and time limits for paying up and delivering the Notes: | Not Applicable |
| (vii) Manner in and date on which results of the offer are to be made public: | Not Applicable |
| (viii) Procedure for exercise of any right of pre-emption, negotiability of subscription rights and treatment of | Not Applicable |

subscription rights not exercised:

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|-------|---|---|
| (ix) | Categories of potential investors to which the Notes are offered and whether tranche(s) have been reserved for certain countries: | Not Applicable |
| (x) | Process for notification to applicants of the amount allotted and the indication whether dealing may begin before notification is made: | Not Applicable |
| (xi) | Amount of any expenses and taxes specifically charged to the subscriber or purchaser: | Not Applicable |
| (xii) | Name(s) and address(es), to the extent known to the Issuer, of the placers in the various countries where the offer takes place. | Deutsche Bank AG London Branch,
acting through Deutsche Bank AG Zurich Branch
Uraniastrasse 9
P.O. Box 3604
CH-8021 Zurich
Switzerland |