

SUMMARY

Summaries are made up of certain disclosure requirements known as ‘Elements’. These Elements are set out and numbered in Sections A – E (A.1 – E.7).

This summary (the "**Summary**") contains all the Elements required to be included in a summary for this type of Notes and Issuer. Because some Elements are not required to be addressed, there may be gaps in the numbering sequence of the Elements.

Even though an Element may be required to be inserted in the Summary because of the type of securities and Issuer, it is possible that no relevant information can be given regarding the Element. In this case a short description of the Element is included in the Summary with the mention of ‘not applicable’.

Section A – Introduction and warnings

Element		
A.1	Warnings	<p>Warning:</p> <ul style="list-style-type: none"> • This Summary should be read as an introduction to this prospectus (the "Prospectus"). • Any decision to invest in the notes issued under this Prospectus (the "Notes") should be based on consideration of the Prospectus as a whole by the investor. • Where a claim relating to the information contained in the Prospectus is brought before a court, the plaintiff investor might, under the national legislation of the Member States, have to bear the costs of translating the Prospectus, before the legal proceedings are initiated. • Civil liability attaches only to those persons who have tabled the Summary including any translation thereof, but only if the Summary is misleading, inaccurate or inconsistent when read together with the other parts of the Prospectus or it does not provide, when read together with the other parts of the Prospectus, key information in order to aid investors when considering whether to invest in the Notes.
A.2	Consent to use the Prospectus	<p>Not applicable. The Issuer does not consent to the use of the Prospectus for the subsequent resale or final placement of the Notes to any financial intermediary.</p> <p>Consent pursuant to Art. 3(2) of the Prospectus Directive is not applicable.</p>

Section B – Raiffeisen Bank International AG as Issuer

Element		
B.1	Legal and commercial name of the issuer	The Issuer's legal name is Raiffeisen Bank International AG (" RBI " or the " Issuer ") and its commercial name is Raiffeisen Bank International or RBI.
B.2	Domicile and legal form of the issuer, legislation under which the issuer operates and its country of incorporation	RBI is a stock corporation (<i>Aktiengesellschaft</i>) incorporated and operating under the laws of the Republic of Austria and domiciled in Vienna.
B.4b	Any known trends affecting the issuer and its industries in which it operates	<p>The Issuer together with its fully consolidated subsidiaries ("RBI Group") has identified the following trends, uncertainties, demands, commitments or events that are reasonably likely to have a material adverse effect on its prospects for at least the current financial year:</p> <ul style="list-style-type: none"> • <u>Continuing increase in governmental and regulatory requirements.</u> Under the EU's Single Supervisory Mechanism ("SSM"), the European Central Bank ("ECB") is given specific tasks related to financial stability and banking supervision, among others empowering the ECB to directly supervise significant banks including RBI. The ECB is inter alia empowered to require significant credit institutions to comply with additional individual own funds and liquidity adequacy requirements in particular as part of the Supervisory Review and Evaluation Process (SREP) (which may exceed regular regulatory requirements) or take early correction measures to address potential problems. The new supervisory regime and the SSM's supervisory new procedures and practices are not yet fully established and/or disclosed and it is expected that these will be subject to constant scrutiny, change and development. A further pillar of the EU Banking Union is the Single Resolution Mechanism ("SRM") which is meant to establish a uniform procedure for the resolution of credit institutions that are subject to the EU banking supervisory mechanism SSM. As a result of a resolution measure under the SRM, a creditor of RBI may already be exposed to the risk of losing part or all of the invested capital prior to the occurrence of insolvency or a liquidation of RBI. These developments may result in negative consequences and charges for RBI Group and could have a material adverse effect on RBI Group's prospects. Furthermore, full implementation of the capital and liquidity requirements introduced by Basel III, as well as any stress tests that the ECB may conduct in its capacity as the European banking supervisor, could lead to even more stringent requirements being imposed on RBI and the RBI Group with regard to capital adequacy and liquidity planning and this in turn may restrict RBI's margin and potential for growth. The implementation of multifaceted regulatory requirements will also put pressure on RBI in the years to come. • <u>General trends regarding the financial industry.</u> The trends and uncertainties affecting the financial sector in general and consequently also RBI Group continue to include the macroeconomic environment. The general economic situation in the euro zone continues to remain cautious. Political and economic uncertainties are suppressing economic activity. The financial sector as a whole, but in particular also RBI Group, is affected not only by the weak growth in the real economy but also by the related instability of and increased volatility on the financial markets. RBI Group will not be able to escape the effects of corporate insolvencies, deteriorations in the creditworthiness of borrowers and valuation uncertainties due to the volatile securities market. Likewise, the extraordinarily low interest rate level could

		<p>affect the behaviour of investors and clients alike, which may lead to weaker provisioning and/or pressure on the interest rate spread. In 2016 and 2017, RBI Group therefore faces a difficult economic environment once again.</p> <p>Please see also Element B.12 below.</p>																																																												
B.5	Description of the group and the issuer's position within the group	<p>RBI Group is part of the RZB credit institution group (<i>Kreditinstitutsgruppe</i>) pursuant to the Austrian Banking Act (<i>Bankwesengesetz – "BWG"</i>) with Raiffeisen Zentralbank Österreich Aktiengesellschaft ("RZB") as superordinated credit institution (<i>übergeordnetes Kreditinstitut</i>). RZB is also RBI's majority shareholder.</p> <p><i>Merger of RZB and RBI</i></p> <p>In May 2016, RBI announced the decisions of the managing boards of both RZB and RBI to examine a potential consolidation of RZB and RBI. Its objectives would be the simplification of the corporate structure and adapting the group more closely to increased regulatory requirements.</p> <p>On 5 October 2016 the management and supervisory boards of both RZB and RBI have resolved in principle to merge RZB into RBI. The preliminary valuation ranges of the units to be merged were also defined in the respective resolutions, the respective valuation ranges are expected to result in a free float share in RBI between 34.6 per cent and 35.7 per cent (based on the number of shares outstanding, excluding RBI's own shares). An extraordinary shareholder meeting of RBI which is to vote on the merger is planned for 24 January 2017, RZB's extraordinary shareholder meeting for 23 January 2017. The contemplated merger of RZB and RBI will not affect RBI's stock exchange listing.</p>																																																												
B.9	Profit forecasts or estimates	Not applicable; no profit forecast or profit estimate is made.																																																												
B.10	Qualifications in the audit report on the historical financial information	Not applicable. KPMG Austria GmbH Wirtschaftsprüfungs- und Steuerberatungsgesellschaft (" KPMG ") has audited RBI's German language consolidated financial statements as of 31 December 2015 and 31 December 2014 and has issued unqualified auditor's reports (<i>Bestätigungsvermerk</i>) for these consolidated financial statements. KPMG has also reviewed RBI's German language interim consolidated financial statements for the first half year 2016 ending 30 June 2016. There was no qualification in KPMG's report on the review.																																																												
B.12	Selected historical key information regarding the issuer, for each financial year and any subsequent interim financial period (accompanied by comparative data)	<table border="1"> <thead> <tr> <th></th> <th>1-12/2015 (audited)</th> <th>1-12/2014* (audited)</th> </tr> </thead> <tbody> <tr> <td colspan="3">Income Statement in EUR million</td> </tr> <tr> <td>Net interest income</td> <td>3,327</td> <td>3,789</td> </tr> <tr> <td>Net provisioning for impairment losses.....</td> <td>(1,264)</td> <td>(1,750) *</td> </tr> <tr> <td>Net interest income after provisioning</td> <td>2,063</td> <td>2,039 *</td> </tr> <tr> <td>Net fee and commission income</td> <td>1,519</td> <td>1,586*</td> </tr> <tr> <td>Net trading income.....</td> <td>16</td> <td>(30)*</td> </tr> <tr> <td>General administrative expenses</td> <td>(2,914)</td> <td>(3,024)*</td> </tr> <tr> <td>Net income from derivatives and liabilities.....</td> <td>(4)</td> <td>88*</td> </tr> <tr> <td>Net income from financial investments.....</td> <td>68</td> <td>62*</td> </tr> <tr> <td>Profit/loss before tax</td> <td>711</td> <td>(105) *</td> </tr> <tr> <td>Profit/loss after tax.....</td> <td>435</td> <td>(587) *</td> </tr> <tr> <td>Consolidated profit/loss</td> <td>379</td> <td>(617) *</td> </tr> <tr> <td colspan="3">Balance Sheet in EUR million</td> </tr> <tr> <td>Equity</td> <td>8,501</td> <td>8,178 *</td> </tr> <tr> <td>Total assets</td> <td>114,427</td> <td>121,500 *</td> </tr> <tr> <td colspan="3">Selected Key ratios</td> </tr> <tr> <td>NPL ratio⁽¹⁾</td> <td>11.9 per cent</td> <td>11.4 per cent *</td> </tr> <tr> <td>NPL coverage ratio⁽¹⁾</td> <td>71.3 per cent</td> <td>67.5 per cent *</td> </tr> </tbody> </table>					1-12/2015 (audited)	1-12/2014* (audited)	Income Statement in EUR million			Net interest income	3,327	3,789	Net provisioning for impairment losses.....	(1,264)	(1,750) *	Net interest income after provisioning	2,063	2,039 *	Net fee and commission income	1,519	1,586*	Net trading income.....	16	(30)*	General administrative expenses	(2,914)	(3,024)*	Net income from derivatives and liabilities.....	(4)	88*	Net income from financial investments.....	68	62*	Profit/loss before tax	711	(105) *	Profit/loss after tax.....	435	(587) *	Consolidated profit/loss	379	(617) *	Balance Sheet in EUR million			Equity	8,501	8,178 *	Total assets	114,427	121,500 *	Selected Key ratios			NPL ratio ⁽¹⁾	11.9 per cent	11.4 per cent *	NPL coverage ratio ⁽¹⁾	71.3 per cent	67.5 per cent *
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		Bank Specific Information	31/12/2015 (audited)	31/12/2014* (audited)
		Common equity tier 1 ratio (transitional).....	12.1 per cent	10.8 per cent *
		Common equity tier 1 ratio (fully loaded)	11.5 per cent	10.0 per cent *
		Total capital ratio (transitional).....	17.4 per cent	16.0 per cent *
		Total capital ratio (fully loaded)	16.8 per cent	15.1 per cent *
		Performance	1-12/2015 (audited)	1-12/2014* (audited)
		Net interest margin (average interest-bearing assets) ⁽²⁾ ...	3.00 per cent	3.24 per cent *
		Return on equity before tax ⁽³⁾	8.5 per cent	-*
		Cost/income ratio ⁽⁴⁾	59.1 per cent	56.5 per cent
		Earnings per share in EUR	1.30	(2.17) *
		Resources	31/12/2015 (audited)	31/12/2014 (audited)
		Employees	51,492	54,730
		Business outlets.....	2,705	2,866
		This overview includes the following Alternative Performance Measures ("APM"):		
		⁽¹⁾ NPL ratio and NPL coverage ratio "Total non-banks"; NPL ratio: Non-performing loans in relation to total loans and advances to customers; NPL coverage ratio: impairment losses on loans and advances to customers in relation to non-performing loans to customers.		
		⁽²⁾ Net interest margin (average interest-bearing assets): Net interest income in relation to average interest-bearing assets.		
		⁽³⁾ Return on the total equity including non-controlling interests, i.e. profit after tax in relation to average equity on the statement of financial position. Average equity is calculated on month-end figures including non-controlling interests and does not include current year profit.		
		⁽⁴⁾ General administrative expenses in relation to operating income (less bank levies, impairments of goodwill, releases of negative goodwill and any non-recurring effects reported under sundry operating expenses).		
		* <i>Figures restated in accordance with IAS 8.41</i>		
		<i>Source: Full year results 2015.</i>		
		Income Statement in EUR million	1-12/2015 (audited)	1-12/2014* (audited)
		Net interest income	3,327	3,789
		Net provisioning for impairment losses.....	(1,264)	(1,750) *
		Net interest income after provisioning	2,063	2,039 *
		Net fee and commission income.....	1,519	1,586*
		Net trading income.....	16	(30)*
		General administrative expenses	(2,914)	(3,024)*
		Net income from derivatives and liabilities.....	(4)	88*
		Net income from financial investments.....	68	62*
		Profit/loss before tax	711	(105) *
		Profit/loss after tax.....	435	(587) *
		Consolidated profit/loss	379	(617) *
		Balance Sheet in EUR million	31/12/2015 (audited)	31/12/2014* (audited)
		Equity	8,501	8,178 *
		Total assets	114,427	121,500 *
		Selected Key ratios		
		NPL ratio ⁽¹⁾	11.9 per cent	11.4 per cent *
		NPL coverage ratio ⁽¹⁾	71.3 per cent	67.5 per cent *
		Bank Specific Information	31/12/2015 (audited)	31/12/2014* (audited)
		Common equity tier 1 ratio (transitional).....	12.1 per cent	10.8 per cent *
		Common equity tier 1 ratio (fully loaded)	11.5 per cent	10.0 per cent *
		Total capital ratio (transitional).....	17.4 per cent	16.0 per cent *
		Total capital ratio (fully loaded)	16.8 per cent	15.1 per cent *
		Performance	1-12/2015 (audited)	1-12/2014* (audited)
		Net interest margin (average interest-bearing assets) ⁽²⁾ ...	3.00 per cent	3.24 per cent *

Return on equity before tax ⁽³⁾	8.5 per cent	-*
Cost/income ratio ⁽⁴⁾	59.1 per cent	56.5 per cent
Earnings per share in EUR	1.30	(2.17) *
Resources	31/12/2015	31/12/2014
	(audited)	(audited)
Employees	51,492	54,730
Business outlets	2,705	2,866
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* <i>Figures restated in accordance with IAS 8.41</i>		
Source: Full year results 2015.		
Income Statement in EUR million	1-6/2016	1-6/2015*
	(reviewed)	(reviewed)
Net interest income	1,455	1,681
Net provisioning for impairment losses	(403)	(604)
Net interest income after provisioning	1,052	1,077
Net fee and commission income	719	745
Net trading income	84	2
Net income from derivatives and liabilities	(62)	(10)
Net income from financial investments	171	61
General administrative expenses	(1,412)	(1,388)
Profit/loss before tax	450	455
Profit/loss after tax	268	314
Consolidated profit/loss	210	276
Balance Sheet in EUR million	30/6/2016	31/12/2015*
	(reviewed)	(audited)
Equity	8,725	8,501
Total assets	113,969	114,427
Selected Key Ratios		
NPL ratio ⁽¹⁾	10.4 per cent	11.9 per cent
NPL coverage ratio ⁽¹⁾	72.1 per cent	71.3 per cent
Bank Specific Information	30/6/2016	31/12/2015*
	(reviewed)	(audited)
Common equity tier 1 ratio (transitional)	12.5 per cent	12.1 per cent
Common equity tier 1 ratio (fully loaded)	12.2 per cent	11.5 per cent
Total capital ratio (transitional)	17.8 per cent	17.4 per cent
Total capital ratio (fully loaded)	17.6 per cent	16.8 per cent
Performance	1-6/2016	1-6/2015*
	(reviewed)	(reviewed)
Net interest margin (average interest bearing assets) ⁽²⁾	2.76 per cent	3.00 per cent
Return on equity before tax ⁽³⁾	10.6 per cent	10.9 per cent

		Cost/income ratio ⁽⁴⁾	61.8 per cent	56.8 per cent
		Earnings per share in EUR	EUR 0.72	EUR 0.94
		Resources	30/6/2016	31/12/2015
			(reviewed)	(audited)
		Employees (full-time equivalents)	50,922	51,492
		Business outlets.....	2,641	2,705
		This overview includes the following Alternative Performance Measures ("APM"):		
		⁽¹⁾ NPL ratio and NPL coverage ratio "Total non-banks"; NPL ratio: Non-performing loans in relation to total loans and advances to customers; NPL coverage ratio: impairment losses on loans and advances to customers in relation to non-performing loans to customers.		
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		⁽⁴⁾ General administrative expenses in relation to operating income (less bank levies, impairments of goodwill, releases of negative goodwill and any non-recurring effects reported under sundry operating expenses).		
		* Figures restated in accordance with IAS 8.41		
		Source: Semi-Annual Financial Report 2016 (reviewed)		
		Income Statement in EUR million	1-9/2016	1-9/2015*
			(unaudited)	(unaudited)
		Net interest income	2,187	2,495
		Net provisioning for impairment losses	(503)	(795)
		Net interest income after provisioning	1,684	1,700
		Net fee and commission income	1,097	1,129
		Net trading income	136	(12)
		Net income from derivatives and liabilities	(133)	11
		Net income from financial investments	166	68
		General administrative expenses	(2,100)	(2,101)
		Profit/loss before tax	746	708
		Profit/loss after tax	480	516
		Consolidated profit/loss	394	461
		Balance Sheet in EUR million	30/9/2016	31/12/2015
			(unaudited)	(audited)
		Equity	9,022	8,501
		Total assets	113,838	114,427
		Selected Key Ratios	30/09/2016	31/12/2015
			(unaudited)	(audited)
		NPL Ratio ⁽¹⁾	10.2 per cent	11.9 per cent
		NPL Coverage Ratio ⁽¹⁾	72.0 per cent	71.3 per cent
		Bank Specific Information	30/9/2016	31/12/2015
			(unaudited)	(audited)
		Common equity tier 1 ratio (transitional)	12.6 per cent	12.1 per cent
		Common equity tier 1 ratio (fully loaded)	12.3 per cent	11.5 per cent
		Total capital ratio (transitional)	17.8 per cent	17.4 per cent
		Total capital ratio (fully loaded)	17.6 per cent	16.8 per cent
		Performance	1-9/2016	1-9/2015*
			(unaudited)	(unaudited)
		Net interest margin (average interest-bearing assets) ⁽²⁾	2.76 per cent	2.99 per cent
		Return on equity before tax ⁽³⁾	11.7 per cent	11.4 per cent
		Cost/income ratio ⁽⁴⁾	60.5 per cent	57.4 per cent
		Earnings per share in EUR	1.35	1.58
		Resources	30/9/2016	31/12/2015
			(unaudited)	(audited)
		Employees as at reporting date (full-time equivalents)	50,526	51,492

		<p>Business outlets</p> <p style="text-align: right;">2,590 2,705</p> <p>This overview includes the following Alternative Performance Measures ("APM"):</p> <p>(1) NPL ratio and NPL coverage ratio "Total non-banks"; NPL ratio: Non-performing loans in relation to total loans and advances to customers; NPL coverage ratio: impairment losses on loans and advances to customers in relation to non-performing loans to customers.</p> <p>(2) Net interest margin (average interest-bearing assets): Net interest income in relation to average interest-bearing assets.</p> <p>(3) Return on the total equity including non-controlling interests, i.e. profit after tax in relation to average equity on the statement of financial position. Average equity is calculated on month-end figures including non-controlling interests and does not include current year profit.</p> <p>(4) General administrative expenses in relation to operating income (less bank levies, impairments of goodwill, releases of negative goodwill and any non-recurring effects reported under sundry operating expenses).</p> <p><i>*) Figures restated in accordance with IAS 8.41</i></p> <p><i>Source: Third Quarter Report 2016 (Unaudited interim consolidated financial statements of RBI for the nine months ended 30 September 2016)</i></p>
	Statement that there has been no material adverse change in the prospects of the issuer since the date of its last published audited financial statements or a description of any material adverse change	There have been no material adverse changes in the prospects of RBI since 31 December 2015.
	Significant changes in the financial or trading position of the Issuer	No significant changes in the financial or trading position of RBI Group have occurred since 30 September 2016.
B.13	Recent events particular to the issuer which are to a material extent relevant to the evaluation of the issuer's solvency	The Issuer is not aware of any recent adverse events particular to the Issuer (i.e. occurring after the most recent published reviewed interim financial information of the Issuer as of 30 September 2016) in the context of its business activities that are to a material extent relevant for the evaluation of its solvency.
B.14	Please read Element B.5 together with the information below.	
	Dependence upon other entities within the group	<p>Main aspects illustrating the Issuer's legal and business relationship with as well as dependency on RZB or RZB and its fully consolidated subsidiaries ("RZB Group") are:</p> <p>Pursuant to sec. 30 BWG, RBI Group is part of the RZB credit institution group (<i>Kreditinstitutsgruppe</i>). In its capacity as superordinated credit institution (<i>übergeordnetes Kreditinstitut</i>), RZB is required by BWG to control, <i>inter alia</i>, risk management, accounting and control processes and the risk strategy for the entire RZB Group which includes RBI.</p> <p>RZB holds an indirect majority interest of about 60.7 per cent of the Issuer's issued shares, which allows RZB to effectively control the Issuer's decisions, subject only to statutory minority rights. The remaining shares are held by the public (free float).</p>

		<p>Thus, RZB is the controlling shareholder of the Issuer. Moreover, the Issuer is member of the tax group (<i>steuerliche Unternehmensgruppe</i>) headed by RZB as group parent.</p> <p>Approximately 90 per cent of RZB's share capital are directly or indirectly held by the Raiffeisen Landesbanken. These are regional Raiffeisen banks mainly operating in their respective federal province.</p>									
B.15	The issuer's principal activities	<p>The RBI Group is a universal banking group offering banking and financial products as well as services to retail and corporate customers, financial institutions and public sector entities predominantly in or with a connection to Austria and Central and Eastern Europe including Southeastern Europe ("CEE"). In CEE, RBI operates through a network of majority-owned subsidiary credit institutions, leasing companies and numerous specialized financial service providers. RBI Group's products and services include loans, deposits, payment and account services, credit and debit cards, leasing and factoring, asset management, distribution of insurance products, export and project financing, cash management, foreign exchange and fixed income products as well as investment banking services. While the CEE business covers both, retail and corporate customers, business in Austria and in countries outside CEE concentrates on services for corporate clients (medium- and large-sized corporates and financial institutions).</p>									
B.16	Shareholdings and control	<p>As of the date of the Base Prospectus, RZB holds an indirect majority interest of about 60.7 per cent of the Issuer's issued shares, which allows RZB to effectively control the Issuer's decisions, subject only to statutory minority rights. The remaining shares are held by the public (free float).</p>									
B.17	Credit ratings assigned to the issuer or its debt securities	<p>Credit ratings of the Issuer:</p> <p>The Issuer has obtained ratings for the Issuer from</p> <ul style="list-style-type: none"> Moody's Investors Service ("Moody's")*; and Standard & Poor's Credit Market Services Europe Limited ("S&P")*. <p>As of the date of the Base Prospectus such ratings are as follows:</p> <table border="1"> <thead> <tr> <th></th> <th>Moody's¹</th> <th>S&P²</th> </tr> </thead> <tbody> <tr> <td>Rating for long term obligations (senior)</td> <td>Baa2 / Outlook positive</td> <td>BBB / Outlook developing</td> </tr> <tr> <td>Rating for short term obligations (senior)</td> <td>P-2</td> <td>A-2</td> </tr> </tbody> </table> <p>*) Moody's Deutschland GmbH, An der Welle 5, 2nd Fl., 60322 Frankfurt, Germany, and Standard & Poor's Credit Market Services Europe Limited, London (Niederlassung Deutschland), 60311 Frankfurt am Main</p> <p>are established in the European Union, are registered under Regulation (EC) No. 1060/2009 of the European Parliament and of the Council of 16 September 2009 on credit rating agencies, as amended (the "CRA-Regulation") and are included in the list of credit rating agencies registered in accordance with the CRA-Regulation published by the European Securities and Markets Authority on its website (www.esma.europa.eu/page/List-registered-and-certified-CRAs).</p> <p>Credit ratings of the Senior Notes:</p> <p>Not applicable. The Senior Notes to be issued are not expected to be rated.</p>		Moody's¹	S&P²	Rating for long term obligations (senior)	Baa2 / Outlook positive	BBB / Outlook developing	Rating for short term obligations (senior)	P-2	A-2
	Moody's¹	S&P²									
Rating for long term obligations (senior)	Baa2 / Outlook positive	BBB / Outlook developing									
Rating for short term obligations (senior)	P-2	A-2									

¹ Moody's appends long-term obligation ratings at the following levels: Aaa, Aa, A, Baa, Ba, B, Caa, Ca and C. To each generic rating category from Aa to Caa Moody's assigns the numerical modifiers "1", "2" and "3". The modifier "1" indicates that the bank is in the

Section C – Securities

Element		
C.1	Type and class of the securities, including any security identification number	<p>Type of securities:</p> <p>The Senior Notes are debt instruments pursuant to §§ 793 et seqq. of the German Civil Code (<i>Bürgerliches Gesetzbuch – BGB</i>).</p> <p>Class of securities:</p> <p>The securities will be issued as</p> <p>Senior Notes</p> <p>with Zero Coupon interest component and a fixed Final Redemption Rate (the "Notes").</p> <p>Series: Raiffeisen Bank International HUF 3,000,000,000 Zero Coupon Notes due January 2022, Series 122, Tranche 1</p> <p>Security Identification Number(s)</p> <p>ISIN: AT000B013990</p> <p>Common Code: 155707739</p>
C.2	Currency of the securities issue	The Notes are issued and denominated in Hungarian Forint ("HUF") (also referred to as " Specified Currency ").
C.5	Any restrictions on the free transferability of the securities	Not applicable. The Notes are freely transferable.
C.8	Rights attached to the securities, including ranking and limitations to those rights	<p>Rights attached to the Notes</p> <p>Each Holder of the Senior Notes (the "Holder") has the right <i>vis-à-vis</i> the Issuer to claim payment of principal when such payments are due in accordance with the conditions of the Senior Notes.</p>
		<p>Governing Law</p> <p>The Senior Notes are as to the content governed by German law.</p> <p>The legal effect as to the form and the custody of Senior Notes at the OeKB CSD GmbH ("OeKB") will be governed by the laws of Austria.</p>
		Redemption of the Notes

higher end of its letter-rating category, the modifier "2" indicates a mid-range ranking and the modifier "3" indicates that the bank is in the lower end of its letter-rating category. Moody's short-term ratings are opinions of the ability of issuers to honor short-term financial obligations and range from P-1, P-2, P-3 down to NP (Not Prime).

² S&P assign long-term credit ratings on a scale from AAA (best quality, lowest risk of default), AA, A, BBB, BB, B, CCC, CC, C, SD to D (highest risk of default). The ratings from AA to CCC may be modified by the addition of a "+" or "-" to show the relative standing within the major rating categories. S&P may also offer guidance (termed a "credit watch") as to whether a rating is likely to be upgraded (positive), downgraded (negative) or uncertain (developing). S&P assigns short-term credit ratings for specific issues on a scale from A-1 (particularly high level of security), A-2, A-3, B, C, SD down to D (highest risk of default).

		<p>Redemption at Maturity</p> <p>Unless previously redeemed the Senior Notes shall be redeemed at their Final Redemption Rate on 31 January 2022 (the "Maturity Date").</p> <p>Final Redemption Rate: 100 per cent of its principal amount</p> <p>Early Redemption for Reasons of Taxation</p> <p>Notes may, upon giving prior notice of Early Redemption for reasons of taxation, be declared repayable at the option of the Issuer in whole, but not in part, at their Early Redemption Rate, if as a result of any change in, or amendment to, the laws or regulations of the Republic of Austria or any political subdivision or taxing authority thereto or therein affecting taxation or the obligation to pay duties of any kind, or any change in, or amendment to, an official interpretation or application of such laws or regulations the Issuer is required to pay Additional Amounts.</p> <p>Early Redemption Rate: 100 per cent of its principal amount</p> <p>Interest payments on the Notes: (not applicable) Please see Element C.9 below.</p> <p>Ranking of the Notes (Status)</p> <p>The obligations under the Senior Notes constitute unsecured and unsubordinated obligations of the Issuer ranking <i>pari passu</i> among themselves and <i>pari passu</i> with all other unsecured and unsubordinated obligations of the Issuer except for any obligations preferred or subordinated by law.</p> <p>Limitations to rights attached to the Notes</p> <p>The presentation period provided in § 801 subparagraph 1 of the German Civil Code (<i>Bürgerliches Gesetzbuch</i>) ("BGB") in relation to the Notes is unlimited in respect of principal .</p>
C.9	Please read Element C.8 together with the information below.	
	<ul style="list-style-type: none"> - Nominal interest rate - Date from which interest becomes payable and the due dates for interest - Description of the underlying, if any - Maturity date and repayment procedures - Indication of yield <p>Repayment Procedure</p> <p>Name of the</p>	<p>Interest</p> <p>The Senior Notes are issued at a discount on the principal amount. There are no interest payments.</p> <p>Final Redemption / Maturity Date</p> <p>Unless previously redeemed in whole or in part or purchased and cancelled, the Senior Notes shall be redeemed in whole on 31 January 2022.</p> <p>Final Redemption Rate: 100 per cent of its principal amount</p> <p>Discount: 11.6205 per cent of the principal amount</p> <p>Indication of Yield</p> <p>The yield equals 2.50 per cent per annum based on the Issue Price of 88.3795 per cent of the principal amount and based on a Day Count Fraction of Actual/365.</p> <p>Payment of principal in respect of Notes shall be made in cash credited to the accounts of the Holders.</p> <p>Not applicable. No common representative of the Holders is named in the</p>

	representative of the Holders:	conditions of the Senior Notes. The Holders may by majority resolution appoint a common representative.
C.10	Please read Element C.9 together with the information below.	
	Derivative component in interest payment, if any	Not applicable, there is no derivative component in the interest payment.
C.11	Application for admission to trading (regulated market or other equivalent markets)	Application will be made to admit these Notes to be issued under the Programme to trading on the regulated market (Geregelter Freiverkehr) of following stock exchange(s): Vienna Stock Exchange.
C.21	Indication of the market where the securities will be traded and for which a prospectus has been published	Application will be made to admit these Notes to be issued under the Programme to trading on the regulated market (Geregelter Freiverkehr) of following stock exchange(s): Vienna Stock Exchange.

Section D – Risks

Element		
D.2	Key risks that are specific to the issuer	<p>A. Risks relating to the Issuer</p> <ol style="list-style-type: none"> 1. RBI Group has been and may continue to be adversely affected by the global financial and economic crisis including the Eurozone (sovereign) debt crisis, the risk of one or more countries leaving the European Union or the Eurozone and the difficult macroeconomic and market environment and may further be required to make impairments on its exposures. 2. RBI Group operates in several markets which are partially characterised by an increased risk of unpredictable political, economic, legal and social changes and related risks, such as exchange rate volatility, exchange controls/restrictions, regulatory changes, inflation, economic recession, local market disruptions, labour market tensions, ethnic conflicts and economic disparity. 3. Any further appreciation of the value of any currency in which foreign-currency loans are denominated against CEE currencies or even a continuing high value of such a currency would deteriorate the quality of foreign currency loans which RBI Group has granted to customers in CEE and also raises the risk of new legislation as well as regulatory and/or tax measures detrimental to RBI Group. 4. Still developing legal and taxation systems in some of the countries in which RBI Group operates may have a material adverse effect on the Issuer. 5. In certain of its markets, RBI Group is exposed to a heightened risk of government intervention. 6. RBI Group's liquidity and profitability would be significantly adversely affected should RBI Group be unable to access the capital markets, to raise deposits, sell assets on favourable terms, or if there is a strong increase in its funding costs (liquidity risk). 7. Any deterioration, suspension or withdrawal of one or more of the credit ratings of RBI or of a member of the RBI Group could result in increased funding costs, may damage customer perception and may have other material adverse effects on RBI Group. 8. RBI Group's business and results of operations have been, and may continue to be, significantly adversely affected by market risk including changes in the levels of market volatility. 9. Hedging measures might prove to be ineffective. When entering into unhedged positions, RBI Group is directly exposed to the risk of changes in interest rates, foreign exchange rates or prices of financial instruments. 10. Decreasing interest rate margins may have a material adverse effect on RBI Group. 11. RBI Group has suffered and could continue to suffer losses as a result of the actions of or deterioration in the commercial soundness of its borrowers, counterparties and other financial services institutions (credit risk / counterparty risk). 12. RBI Group is subject to concentration risk with respect to geographic regions and client sectors. 13. Adverse movements and volatility in foreign exchange rates had and could continue to have an adverse effect on the valuation of RBI

		<p>Group's assets and on RBI Group's financial condition, results of operations, cash flows and capital adequacy.</p> <ol style="list-style-type: none"> 14. Risk of disadvantages for RBI due to its membership in Raiffeisen Customer Guarantee Scheme Austria. 15. RBI is obliged to contribute amounts to the Single Resolution Fund and to ex-ante financed funds of the deposit guarantee schemes which results in additional financial burdens for RBI. 16. RBI is exposed to risks due to its ownership structure and its interconnectedness concerning upstream consolidations (e.g. RZB Group, Bundes-IPS). 17. RBI Group may be required to participate in or finance governmental support programs for credit institutions or finance governmental budget consolidation programmes, including through the introduction of banking taxes and other levies. 18. New governmental or regulatory requirements and changes in perceived levels of adequate capitalisation and leverage could lead to increased capital requirements and reduced profitability for RBI Group. 19. Restructuring and adjustments to the business profile of RBI or RBI Group may lead to changes in its profitability. 20. Compliance with applicable rules and regulations, in particular on anti-money laundering and anti-terrorism financing, anti-corruption and fraud prevention, sanctions, tax as well as capital markets (securities and stock exchange related), involve significant costs and efforts and non-compliance may have severe legal and reputational consequences for RBI. 21. RBI's ability to fulfil its obligations under the Notes depends in particular on its financial strength which in turn is influenced by its profitability. The following factors may adversely affect RBI's profitability: Consumer Protection, Merger of RZB and RBI, Project Risk, Group Cross Default Clauses, RBI's Capital Market Dependence, RBI Group's Customer Deposits Dependence, Collateral Eligibility Criteria, Deteriorating Assets Valuations and Impairment of Collateral, Competition, Operational Risk, M&A Risks, Litigation Risk, Risk Management, IT Systems, Conflicts of Interest, Participation Risk.
D.3	Key risks that are specific to the securities	<p>B. Risks relating to the Notes</p> <p>Notes may not be a suitable investment for all investors.</p> <p>A potential investor should not invest in Notes that are complex financial Notes unless the investor has the expertise (either alone or based on the advice provided by its trusted financial consultant) to evaluate how the Notes will perform under changing conditions, the resulting effects on the value of the Notes and the impact this investment will have on the potential investor's overall investment portfolio.</p> <p>Issuer risk</p> <p>Holders of the Notes are exposed to the risk of the Issuer becoming either temporarily or permanently insolvent / unable to pay its debt when it falls due.</p> <p>The Holders of the Notes are exposed to the risk that RBI faces no limitation on issuing further debt instruments or incurring further liabilities.</p>

The Notes may be subject to write-down or conversion to equity which may result in Holders losing some or all of their investment in the Notes (statutory loss absorption).

The Notes may be subject to other resolution powers which may result in the non-payment of interest and/or non-repayment.

The Holders of the Notes are exposed to the risk that in an insolvency of RBI deposits have a higher ranking than their claims under the Notes.

Ratings of the Notes, if any, may not reflect all risks – rating of the Notes may be subject to change at all times.

Liquidity risk

No assurance can be given that any liquid secondary market for the Notes will develop or, if it does develop, that it will continue. In an illiquid market, an investor might not be able to sell its Notes at any given time at fair market prices. The possibility to sell the Notes might additionally be restricted by country specific reasons.

Market price risk

The Holder of Notes is exposed to the risk of an unfavourable development of market prices of its Notes which materialises if the Holder sells the Notes prior to the final maturity of such Notes. In such event, the Holder may only be able to reinvest on less favourable conditions as compared to the original investment.

Risk of early redemption

If the Issuer has the right to redeem the Notes prior to maturity or if the Notes are redeemed prior to maturity due to the occurrence of an event set out in the conditions of the Notes, a Holder of such Notes is exposed to the risk that due to early redemption its investment will have a lower than expected yield. Also, the Holder may only be able to reinvest on less favourable conditions as compared to the original investment.

Currency risk

Holders of Notes denominated in a foreign currency are exposed to the risk of changes in currency exchange rates and the introduction of exchange controls.

Zero Coupon Notes

A Holder of Zero Coupon Notes is exposed to the risk that the price of such Notes falls as a result of changes in the Market Interest Rate. Prices of Zero Coupon Notes are more volatile than prices of Fixed Rate Notes and are likely to respond to a greater degree to Market Interest Rate changes than interest bearing Notes with a similar maturity.

The Notes are not covered by the statutory deposit guarantee scheme. The voluntary nationwide Raiffeisen customer guarantee scheme (*Raiffeisen-Kundengarantiegemeinschaft - RKÖ*), established for non-subordinated obligations, might prove insufficient to compensate the Holders of Notes for any loss suffered in case of bankruptcy of RBI.

Resolutions of Holders - Risks in connection with the application of the German Act on Issues of Debt Securities (*Gesetz über Schuldverschreibungen aus Gesamtemissionen*)

If the Terms and Conditions provide for resolutions of Holders, either to be passed in a meeting of Holders or by vote taken without a meeting, thus, a

	<p>Holder is subject to the risk of being outvoted by a majority resolution of the Holders. As resolutions properly adopted are binding on all Holders, certain rights of such Holder against the Issuer under the conditions of the Notes may be amended or reduced or even cancelled.</p> <p>Holder's Representative</p> <p>The Terms and Conditions provide for the appointment of a Holders' Representative; thus it is possible that a Holder may be deprived of its individual right to pursue and enforce its rights under the Terms and Conditions against the Issuer, such right passing to the Holders' Representative who is then exclusively responsible to claim and enforce the rights of all Holders.</p> <p>An Austrian court can appoint a trustee (Kurator) for the Notes to exercise the rights and represent the interests of Holders on their behalf in which case the ability of Holders to pursue their rights under the Notes individually may be limited</p> <p>A trustee may be appointed by an Austrian court for the purposes of representing the common interests of the Holders in matters concerning their collective rights, which may act to the disadvantage of individual or all Holders.</p> <p>Because the Global Notes in most cases are held by or on behalf of a Clearing System, investors will have to rely on their procedures for transfer, payment and communication with the Issuer</p> <p>Investors will be able to trade their beneficial interests only through the Clearing System and the Issuer will discharge its payment obligations under the Notes by making payments to the Clearing System for distribution to their account holders.</p> <p>Reduced yield caused by transaction costs and depositary fees</p> <p>A Holder's actual yield on the Notes may be significantly reduced from the stated yield by transaction costs and depositary fees.</p> <p>Margin lending</p> <p>If a loan is used to finance the acquisition of the Notes and the Notes subsequently go into default, or if the trading price diminishes significantly, the Holder not only has to face a potential loss on its investment, but it will also still have to repay the loan and pay distribution thereon.</p> <p>Risk of potential conflicts of interest</p> <p>Certain of the Dealers and their affiliates have engaged, and may in the future engage, in investment banking and/or commercial banking transactions and may perform services for the Issuer and its affiliates in the ordinary course of business.</p> <p>Change of law</p> <p>There can be no assurance given as to the impact of any possible change to German or Austrian law or any European laws having direct application in Germany and/or Austria. Such changes in law may include, but are not limited to, the introduction of a new regime enabling the competent authorities in Austria to cause Holders to share in the losses of the Issuer under certain circumstances.</p> <p>Tax impact of the investment</p> <p>An effective yield on the Notes may be diminished by the tax impact on an</p>
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		<p>investment in the Notes.</p> <p><i>Proposed EU Financial Transaction Tax</i></p> <p>In case the contemplated Financial Transaction Tax will be implemented, sale and purchase of the Notes may constitute taxable transactions.</p> <p><i>Payments on the Notes may be subject to EU Savings Tax Directive – no gross-up</i></p> <p>If a payment were /is to be made or collected through a paying agent in a state which has adopted for a withholding system and an amount of, or in respect of tax, were / is to be withheld from that payment, neither the Issuer nor any paying agent nor any other intermediary / person would be obliged to pay additional amounts with respect to any Notes as a result of the mandatory withholding / imposition of such tax (no gross-up).</p> <p><i>U.S. Withholding Tax under FATCA</i></p> <p>In certain circumstances a portion of payments made on or with respect to the Notes may be subject to U.S. reporting obligations which, if not satisfied, may require U.S. tax to be withheld.</p>

Section E – Offer

Element		
E.2b	Reasons for the offer, use of proceeds, estimated net proceeds	<p>The reasons for the offer and the use of proceeds are as follows:</p> <p>The reasons for the offer are to generate funding, to hedge certain risks or to take advantage of current market opportunities (arbitrage).</p> <p>The net proceeds will be used for general funding within the normal business of the Issuer and RBI Group companies, for hedging transactions or for arbitrage business.</p> <p>Estimated net proceeds: up to HUF 2,651,385,000</p>
E.3	Conditions of the offer	<p>Conditions of the offer are as follows:</p> <p>Offer Day: 20 January 2017</p> <p>Issue Date: 31 January 2017</p> <p>Issue Price: 88,3795 per cent of the principal amount</p> <p>Listing Agent: Raiffeisen Bank International AG Am Stadtpark 9 A-1030 Vienna Austria</p> <p>Fiscal Agent: Raiffeisen Bank International AG Am Stadtpark 9 A-1030 Vienna Austria</p> <p>Paying Agent: Raiffeisen Bank International AG Am Stadtpark 9 A-1030 Vienna Austria</p>
E.4	Any interest that is material to the issue/offer including conflicting interests	So far as the Issuer is aware, no person involved in the offer of the Notes is subject to any conflict of interest material to the Notes and/or the offer
E.7	Estimated expenses charged to the investor by the issuer or the offeror	Not applicable; the Issuer itself does not charge any expenses. However, other costs such as deposit fees might be charged.