

**First Supplement dated 15 May 2020
to the Prospectus dated 17 July 2019**

This document constitutes a supplement (the "First Supplement") within the meaning of Article 46 (3) of Regulation (EU) 2017/1129 of the European Parliament and the Council of 14 June 2017, as amended (the "Prospectus Regulation") in connection with Article 13 Luxembourg law relating to prospectuses for securities dated 10 July 2005, as amended, (Loi relative aux prospectus pour valeurs mobilières, the "Luxembourg Law 2005"), which implemented the Directive 2003/71/EC of the European Parliament and the Council of 4 November 2003, as amended (the "Prospectus Directive"), into Luxembourg law to two base prospectuses of Hypo Vorarlberg Bank AG (the "Issuer"): (i) the base prospectus in respect of non-equity securities within the meaning of Article 22 No. 6 (4) of the Commission Regulation (EC) No. 809/2004 of 29 April 2004, as amended (the "Commission Regulation") and (ii) the base prospectus in respect of Pfandbriefe within the meaning of Article 22 No. 6 (3) of the Commission Regulation, as amended (together, the "Debt Issuance Programme Prospectus" or the "Prospectus").

This First Supplement is supplemental to, and should be read in conjunction with the Debt Issuance Programme Prospectus dated 17 July 2019.

Hypo Vorarlberg Bank AG

EUR 6,000,000,000

Debt Issuance Programme
(the "Programme")

The Issuer has requested the *Commission de Surveillance du Secteur Financier* of the Grand Duchy of Luxembourg (the "CSSF") in its capacity as competent authority under the Luxembourg law relating to prospectuses for securities dated 16 July 2019 (*Loi du 16 juillet 2019 relative aux prospectus pour valeurs mobilières et portant mise en œuvre du règlement (UE) 2017/1129*) to approve this First Supplement and to provide the competent authorities in the Federal Republic of Germany and the Republic of Austria with a certificate of approval attesting that the First Supplement has been drawn up in accordance with the Luxembourg Law 2005 (each a "Notification") pursuant to Article 46 (3) of the Prospectus Regulation in connection with Article 19 of the Luxembourg Law 2005. The Issuer may request the CSSF to provide competent authorities in additional host Member States within the European Economic Area with a Notification.

This First Supplement has been approved by the CSSF, has been filed with said authority and will be published in the same way as the Debt Issuance Programme Prospectus in electronic form on the website of the Luxembourg Stock Exchange (www.bourse.lu) and on the website of the Issuer (www.hypovbgb.at).

In accordance with Article 46 (3) Prospectus Regulation in connection with Article 13 (2) of the Luxembourg Law 2005, where the Debt Issuance Programme Prospectus as supplemented by this First Supplement relates to an offer of Notes to the public, investors who have already agreed to purchase or subscribe for Notes before this First Supplement is published have the right, exercisable within a time limit of two working days after the publication of this First Supplement, until 19 May 2020, to withdraw their acceptances provided that the new factor, mistake or inaccuracy referred to in Article 46 (3) in connection with Article 13 (2) of the Luxembourg Law 2005 arose before the final closing of the offer to the public and the delivery of the Notes.

This First Supplement may only be used for the purpose for which it has been published as set out below. This First Supplement may not be used for the purpose of an offer or solicitation by and to anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such an offer or solicitation.

This First Supplement does not constitute an offer or an invitation by or on behalf of the Issuer or the Dealers to any person to subscribe for or to purchase any of the Notes.

Hypo Vorarlberg Bank AG ("**Hypo Vorarlberg**", the "**Issuer**" or the "**Bank**") with its registered office in Bregenz, the Republic of Austria, is solely responsible for the information given in this First Supplement. The Issuer hereby declares that, having taken all reasonable care to ensure that such is the case, the information contained in this First Supplement is, to the best of its knowledge, in accordance with the facts and contains no omission likely to affect its import.

Terms defined or otherwise attributed meanings in the Prospectus have the same meaning in this First Supplement unless otherwise defined herein.

This First Supplement shall only be distributed in connection with and should only be read in conjunction with the Prospectus.

To the extent that there is any inconsistency between any statement in this First Supplement and any other statement in or incorporated by reference in the Prospectus, the statements in this First Supplement will prevail.

Save as disclosed in this First Supplement, there has been no other significant new factor, material mistake or inaccuracy relating to information included in the Prospectus which is capable of affecting the assessment of Notes issued under the Programme since the publication of the Prospectus.

The Issuer has confirmed to the Dealers that the Prospectus and this First Supplement contain all information with regard to the Issuer and the Notes which is necessary to enable investors to make an informed assessment of the assets and liabilities, financial position, profit and losses and prospects of the Issuer and the rights attaching to the Notes which is material in the context of the Programme and the issue and offering of Notes thereunder; that the information contained therein with respect to the Issuer and the Notes is accurate and complete in all material respects and is not misleading; that the opinions and intentions expressed therein with respect to the Issuer and the Notes are honestly held; that there are no other facts with respect to the Issuer or the Notes, the omission of which would make the Prospectus and this First Supplement misleading in any material respect; and that all reasonable enquiries have been made to ascertain all facts and to verify the accuracy of all statements contained therein.

No person has been authorised to give any information which is not contained in or not consistent with the Prospectus or this First Supplement or any other document entered into in relation to the Programme or any information supplied by the Issuer or such other information as in the public domain and, if given or made, such information must not be relied upon as having been authorised by or on behalf of the Issuer, the Dealers or any of them.

To the extent permitted by the laws of any relevant jurisdiction, neither the Arranger nor any Dealer nor any other person mentioned in the Prospectus or this First Supplement, excluding the Issuer, is responsible for the information contained in the Prospectus or this First Supplement or any Final Terms or any other document incorporated therein by reference, and accordingly, and to the extent permitted by the laws of any relevant jurisdiction, none of these persons accepts any responsibility for the accuracy and completeness of the information contained in any of these documents.

The following changes are made to the Prospectus

1. The following information shall supplement the section "Selected historical key financial information" and shall replace the two following items "Statement of no material adverse change" and "Significant change in the financial and trading position" of Element B.12 of the Summary on pages 9 to 10 of the Prospectus:

"The following tables show selected historical key financial information of Hypo Vorarlberg as of and for the financial years ended 31 December 2019 and 31 December 2018 extracted or derived from the audited consolidated financial statements of Hypo Vorarlberg as of and for the financial year ended 31 December 2019 (including comparative financial information for the prior year), unless otherwise indicated. These audited consolidated financial statements have been prepared on the basis of International Financial Reporting Standards as adopted by the EU ("IFRS").

in '000 EUR, unless otherwise indicated	31.12.2019	31.12.2018	Change	
			absolute	in %
Total assets	13,979,941	13,754,610	225,331	1.6
Loans and advances to customers	10,042,455	9,652,675	389,780	4.0
Amounts owed to customers	5,434,969	5,682,356	-247,387	-4.4
Liabilities evidenced by certificates	5,425,331	5,257,582	167,749	3.2
Own funds according to CRR	1,509,673	1,379,763	129,910	9.4
thereof Tier 1 capital	1,240,031	1,179,866	60,165	5.1
Total capital ratio according to CRR	17.85%	17.79%	0.06%	0.3

in '000 EUR, unless otherwise indicated	01.01.-		Change	
	31.12.2019	31.12.2018	absolute	in %
Net interest income	169,541	167,428	2,113	1.3
Net fee and commission income	36,466	31,914	4,552	14.3
Administrative expenses	-96,291	-97,734	1,443	-1.5
Earnings before taxes	91,692	48,657	43,035	88.4

Key figures	01.01.-		Change	
	31.12.2019	31.12.2018	absolute	in %
Cost-Income-Ratio (CIR)*	53.24%	61.22%	-7.98%	-13.0
Return on Equity (ROE)*	8.13%	4.43%	3.70%	83.5
Employees	719	727	-8	-1.1

* Calculation of Cost-Income-Ratio (CIR): The sum of administrative expenses, depreciation and amortization and other expenses minus other tax expenses (by reason of the stability fee being independent from the operating results) divided by the sum of operating income consisting of net interest income, dividend earnings, net fee and commission income, other income as well as the trading results.

2019:

$$\frac{96,291+7,585+24,923-3,482}{169,541+1,451+36,466+23,804+4,098} = 53.24\%$$

<p>2018:</p> $\frac{97,734+6,773+34,822-3,479}{167,428+1,397+31,914+17,920+3,242} = 61.22\%$ <p>Cost-Income-Ratio is an indicator of how efficiently the bank is being managed, and it is an important way of determining a bank's efficiency. It is calculated as described above whereas a low ratio means the bank is in good standing.</p> <p>* Calculation of Return on Equity (ROE): Earnings before taxes minus change in own credit risk divided by the total shareholder's equity at the beginning of the financial year minus accumulated profits available for appropriation for the previous financial year.</p> <p>2019:</p> $\frac{91,692}{1,131,177-3,063} = 8.13\%$ <p>2018:</p> $\frac{48,657}{1,102,887-5,000} = 4.43\%$ <p>Return on equity is a measure of profitability of a credit institution that reveals how much net income a bank earns as a percent of the amount shareholders invest. It is a measure of how well a credit institution uses investments to generate earnings growth. Both are important and in the banking sector customary benchmarks.</p>	
<p>Statement of no material adverse change</p>	<p>Save as disclosed below in Element B.13, in particular with respect to the <i>Impact of the COVID-19 pandemic</i>, there has been no material adverse change in the prospects of the Issuer since the date of its last published audited consolidated financial statements as of 31 December 2019.</p>
<p>Significant change in the financial and trading position</p>	<p>Not applicable. There have been no significant changes in the financial or trading positions of Hypo Vorarlberg since 31 December 2019."</p>

2. The section "Recent events - *HYPO EQUITY Unternehmensbeteiligungen AG ("HUBAG")*" of Element B.13 of the Summary on page 10 of the Prospectus shall be replaced by the following new information:

	<p><i>"Impact of the COVID-19 pandemic</i></p> <p>The COVID-19 pandemic and the consequences for the economy as well as the measures taken by governments and regulators are likely to affect Hypo Vorarlberg's financial performance and position, including potentially significant impacts for expected credit losses, as well as impacts on operating income and potential goodwill assessments. Due to</p>
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		high uncertainties in the economic environment reasonable estimates of financial effects cannot be currently made."
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3. The following information shall replace the section "Credit Ratings of the Issuer or its debt securities" of Element B.17 of the Summary on pages 11 to 12 of the Prospectus:

"B.17	Credit Ratings of the Issuer or its debt securities	<p>The Issuer is rated by Moody's Deutschland GmbH ("Moody's") and Standard & Poor's Credit Market Services Europe Ltd. ("S&P") (each a "Rating Agency")¹. The ratings assigned to the Issuer by each Rating Agency are as follows:</p> <p>Moody's²</p> <p>Bank Deposit Rating: A3 / P-2</p> <p>Outlook: Stable</p> <p>Baseline Credit Assessment: baa2</p> <p>Senior Unsecured MTN: A3</p> <p>Subordinate MTN – Dom. Curr.: Baa3</p> <p>Public Pfandbriefe: Aa1</p> <p>Mortgage Pfandbriefe: Aaa</p> <p>S&P²</p> <p>Long term issuer rating: A+</p> <p>Short term issuer rating: A-1</p> <p>Outlook: Negative"</p>
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4. The following information shall supplement the section "Key information on the key risks that are specific to the Issuer or its industry" of Element D.2 of the Summary on pages 18 to 19 of the Prospectus:

		"Risk that pandemics will have a significant negative impact on the issuer and its customers - Pandemics, epidemics and outbreaks of infectious diseases like the recent outbreak of coronavirus disease (COVID-19) can have serious effects on the economic performance of the Issuer's customers and the Issuer's business."
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¹ A credit rating assesses the creditworthiness of an entity and informs an investor therefore about the probability of the entity being able to redeem invested capital. It is not a recommendation to buy, sell or hold securities and may be revised or withdrawn by the rating agency at any time.

² Moody's and S&P are established in the European Community and 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**"). The European Securities and Markets Authority publishes on its website (www.esma.europa.eu) a list of credit rating agencies registered in accordance with the CRA Regulation. That list is updated within five working days following the adoption of a decision under Article 16, 17 or 20 of the CRA Regulation. The European Commission shall publish that updated list in the Official Journal of the European Union within 30 days following such update.

5. The following information shall supplement the section "Ausgewählte wesentliche historische Finanzinformationen" and shall replace the two following items "Erklärung über keine wesentliche Verschlechterung der Aussichten des Emittenten" and "Signifikante Veränderungen in der Finanz- bzw. Handelsposition" of Element B.12 of the German Translation of the Summary on pages 27 to 28 of the Prospectus:

"Die folgenden Tabellen stellen ausgewählte wesentliche historische Finanzinformationen der Hypo Vorarlberg für die zum 31. Dezember 2019 und 31. Dezember 2018 endenden Geschäftsjahre dar, welche aus dem geprüften Konzernabschluss der Hypo Vorarlberg für das zum 31. Dezember 2019 endende Geschäftsjahr (einschließlich der Vorjahresvergleichsinformationen) entnommen oder daraus abgeleitet wurden, sofern nicht anders angegeben. Dieser geprüfte Konzernabschluss wurde basierend auf den International Financial Reporting Standards, wie sie in der EU anzuwenden sind, ("IFRS") erstellt.

in TEUR, sofern nicht anders angegeben	31.12.2019	31.12.2018	Veränderung	
			absolut	in %
Bilanzsumme	13.979.941	13.754.610	225.331	1,6
Darlehen und Kredite an Kunden	10.042.455	9.652.675	389.780	4,0
Verbindlichkeiten gegenüber Kunden	5.434.969	5.682.356	-247.387	-4,4
Verbriefte Verbindlichkeiten	5.425.331	5.257.582	167.749	3,2
Eigenmittel gem. CRR	1.509.673	1.379.763	129.910	9,4
davon Kernkapital	1.240.031	1.179.866	60.165	5,1
Eigenmittelquote gem. CRR	17,85%	17,79%	0,06%	0,3

in TEUR, sofern nicht anders angegeben	01.01.-	01.01.-	Veränderung	
	31.12.2019	31.12.2018	absolut	in %
Zinsüberschuss	169.541	167.428	2.113	1,3
Provisionsüberschuss	36.466	31.914	4.552	14,3
Verwaltungsaufwendungen	-96.291	-97.734	1.443	-1,5
Ergebnis vor Steuern	91.692	48.657	43.035	88,4

Unternehmenskennzahlen	01.01.-	01.01.-	Veränderung	
	31.12.2019	31.12.2018	absolut	in %
Cost-Income-Ratio (CIR)*	53,24%	61,22%	-7,98%	-13,0
Return on Equity (ROE)*	8,13%	4,43%	3,70%	83,5
Personal	719	727	-8	-1,1

* Berechnung Cost-Income-Ratio (CIR): Summe aus Verwaltungsaufwand, Abschreibungen und sonstigen Aufwendungen abzüglich der sonstigen Steueraufwendungen (aufgrund der vom operativen Ergebnis unabhängigen Stabilitätsabgabe) geteilt durch die Summe der betrieblichen Erträge, bestehend aus Zinsüberschuss, Dividenderträge, Provisionsüberschuss, sonstige Erträge, sowie dem Ergebnis aus dem Handel.

2019:

$$\frac{96.291+7.585+24.923-3.482}{169.541+1.451+36.466+23.804+4.098} = 53,24\%$$

<p>2018:</p> $\frac{97.734+6.773+34.822-3.479}{167.428+1.397+31.914+17.920+3.242} = 61,22\%$ <p>Die Cost-Income-Ratio ist eine Kennziffer, die angibt, wie effizient die Bank geführt wird, und sie ist eine wichtige Form der Bestimmung der Effizienz einer Bank. Sie wird wie oben beschrieben berechnet, wobei eine niedrige Kennziffer bedeutet, dass die Bank in guter Verfassung ist.</p> <p>* Berechnung Return on Equity (ROE): Ergebnis vor Steuern abzüglich Ergebnis aus Veränderung des eigenen Bonitätsrisikos geteilt durch Anfangsbestand des Eigenkapitals abzüglich der erwarteten Ausschüttung für das vorangegangene Wirtschaftsjahr.</p> <p>2019:</p> $\frac{91.692}{1.131.177-3.063} = 8,13\%$ <p>2018:</p> $\frac{48.657}{1.102.887-5.000} = 4,43\%$ <p>Der Return on Equity ist ein Rentabilitätsmaß eines Kreditinstituts, das beschreibt, welchen Ertrag eine Bank im Verhältnis zu dem Betrag, den Aktionäre investiert haben, verdient. Es ist ein Maßstab dafür, wie gut ein Kreditinstitut Investitionen einsetzt, um Ertragswachstum zu generieren. Beides sind wichtige, und im Bankensektor gebräuchliche, Messlatten.</p>	
<p>Erklärung über keine wesentliche Verschlechterung der Aussichten des Emittenten</p>	<p>Außer wie unten in Punkt B.13 insbesondere bezüglich den <i>Auswirkungen der COVID-19 Pandemie</i> dargestellt, haben sich die Aussichten der Emittentin seit dem Datum des letzten veröffentlichten geprüften Konzernabschlusses, das heißt seit dem 31. Dezember 2019, nicht wesentlich verschlechtert.</p>
<p>Signifikante Veränderungen in der Finanz- bzw. Handelsposition</p>	<p>Nicht anwendbar. Seit dem 31. Dezember 2019 kam es zu keiner wesentlichen Veränderung der Finanzlage oder der Handelsposition der Hypo Vorarlberg."</p>

6. The section "Letzte Ereignisse - *HYPO EQUITY Unternehmensbeteiligung AG ("HUBAG")*" of Element B.13 of the German Translation of the Summary on page 28 of the Prospectus shall be replaced by the following new information:

	<p><i>"Auswirkungen der COVID-19 Pandemie</i> Die COVID-19-Pandemie und die Folgen für die Wirtschaft sowie die von Regierungen und Aufsichtsbehörden ergriffenen Maßnahmen dürften die finanzielle Leistung und</p>
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		Lage von Hypo Vorarlberg beeinflussen, einschließlich potenziell erheblicher Auswirkungen auf erwartete Kreditverluste sowie Auswirkungen auf das Betriebsergebnis und potentielle Goodwill-Bewertungen. Aufgrund der hohen Unsicherheiten im wirtschaftlichen Umfeld können derzeit keine vernünftigen Schätzungen der finanziellen Auswirkungen vorgenommen werden."
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7. The following information shall replace the section "Kreditratings der Emittentin oder ihrer Schuldtitel" of Element B.17 of the German Translation of the Summary on page 30 of the Prospectus:

"B.17	Kreditratings der Emittentin oder ihrer Schuldtitel	<p>Die Emittentin ist von Moody's Deutschland GmbH ("Moody's") und Standard & Poor's Credit Market Services Europe Ltd. ("S&P") geratet³. Die von den Ratingagenturen vergebenen Ratings für die Emittentin stellen sich wie folgt dar:</p> <p>Moody's⁴</p> <p>Bankeinlagen Rating: A3 / P-2</p> <p>Ausblick: Stabil</p> <p>Baseline Credit Assessment: baa2</p> <p>Nicht nachrangige Fremdmittel: A3</p> <p>Nachrangige Fremdmittel: Baa3</p> <p>Öffentliche Pfandbriefe: Aa1</p> <p>Hypothekarische Pfandbriefe: Aaa</p> <p>S&P⁴</p> <p>Langfristiges Emittentenrating: A+</p> <p>Kurzfristiges Emittentenrating: A-1</p> <p>Ausblick: Negativ"</p>
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8. The following information shall supplement the section "Zentrale Angaben zu den zentralen Risiken, die dem Emittenten eigen sind" of Element D.2 of the German Translation of the Summary on pages 37 to 38 of the Prospectus:

		"Risiko, dass Pandemien erhebliche negative Auswirkungen auf die Emittenten und ihre Kunden haben - Pandemien, Epidemien und Ausbrüche von Infektionskrankheiten wie der jüngste Ausbruch der Coronavirus-Krankheit (COVID-19) können schwerwiegende Auswirkungen auf die
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³ Ein Kreditrating ist eine Einschätzung der Kreditwürdigkeit einer Rechtsperson und informiert den Anleger daher über die Wahrscheinlichkeit mit der die Rechtsperson in der Lage ist, angelegtes Kapital zurückzuzahlen. Es ist keine Empfehlung Wertpapiere zu kaufen, zu verkaufen oder zu halten und kann jederzeit durch die Ratingagentur geändert oder zurückgenommen werden.

⁴ Moody's und S&P haben ihren Sitz in der Europäischen Gemeinschaft und sind gemäß der Verordnung (EG) Nr. 1060/2009 des Europäischen Parlaments und des Rates vom 16. September 2009 über Ratingagenturen, in der jeweils geltenden Fassung, (die "**Ratingagentur-Verordnung**") registriert. Die Europäische Wertpapier und Marktaufsichtsbehörde veröffentlicht auf ihrer Website (<http://www.esma.europa.eu>) ein Verzeichnis der nach der Ratingagentur-Verordnung registrierten Ratingagenturen. Dieses Verzeichnis wird innerhalb von fünf Werktagen nach Annahme eines Beschlusses gemäß Artikel 16, 17 oder 20 der Ratingagentur-Verordnung aktualisiert. Die Europäische Kommission veröffentlicht das aktualisierte Verzeichnis im Amtsblatt der Europäischen Union innerhalb von 30 Tagen nach der Aktualisierung.

		wirtschaftliche Leistung der Kunden der Emittentin und auf die Geschäftstätigkeit der Emittentin haben."
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9. The second paragraph in the section "Risk Factors – Risks regarding Hypo Vorarlberg" on pages 45 to 46 of the Prospectus shall be replaced by the following information:

"Hypo Vorarlberg is rated by Moody's Deutschland GmbH ("**Moody's**") and Standard & Poor's Credit Market Services Europe Ltd. ("**S&P**") (each a "**Rating Agency**")⁵. As of the date of this First Supplement, the ratings assigned to Hypo Vorarlberg by each Rating Agency are as follows:

Moody's⁶:

Bank Deposit Rating:	A3 / P-2
Outlook:	Stable
Baseline Credit Assessment:	baa2
Senior Unsecured MTN:	A3
Subordinate MTN – Dom. Curr.:	Baa3
Public Pfandbriefe:	Aa1
Mortgage Pfandbriefe:	Aaa

S&P⁶:

Long term issuer rating:	A+
Short term issuer rating:	A-1
Outlook:	Negative"

10. The section "Risk Factors – Risks regarding Hypo Vorarlberg" shall be supplemented by inserting the following new paragraph after the subsection "Difficult macroeconomic and financial market conditions may in different ways have a material adverse effect on the Issuer." on page 47 of the Prospectus:

"Coronavirus impacting global economy and markets

The novel coronavirus (named COVID-19 by the World Health Organisation), reportedly first emerged in Wuhan, Hubei Province, China, in December 2019, is a new strain of the virus that has not been previously identified in humans, is very contagious and is currently spreading globally.

The impact of COVID-19 on global markets is causing concern among investors with regard to a slowdown in economic growth in industrialised countries and the consecutive negative impact on the whole global economy, especially in the near future. This also leads to significantly increased volatility on the capital markets. In the medium to long term, the rapid spread of COVID-19 could continue to adversely affect global economies and financial markets, resulting in a prolonged economic downturn. The economic recovery post-COVID-19 will depend on the continued spread of COVID-19 and if the measures taken globally against the exponential spread demonstrate to be effective.

⁵ A credit rating assesses the creditworthiness of an entity and informs an investor therefore about the probability of the entity being able to redeem invested capital. It is not a recommendation to buy, sell or hold securities and may be revised or withdrawn by the rating agency at any time.

⁶ Moody's and S&P are established in the European Union and are registered under the CRA Regulation. The European Securities and Markets Authority publishes on its website (www.esma.europa.eu) a list of credit rating agencies registered in accordance with the CRA Regulation. That list is updated within five working days following the adoption of a decision under Article 16, 17 or 20 of the CRA Regulation. The European Commission shall publish that updated list in the Official Journal of the European Union within 30 days following such update.

The Issuer is exposed, directly and through its customers, to certain risks related to the coronavirus (COVID-19 – Coronavirus SARS-CoV-2) pandemic and the measures taken by governments, corporations and others to prevent the spread of the virus. The rapid global spread of the COVID-19 pandemic and the resulting business restrictions and business cutbacks could lead to a deterioration in the financial conditions of the Issuer's customers in general and of certain companies, e.g. commercial and industrial enterprises, companies in the tourism industry and in the hotel and catering industry in particular. As a result, the quality of the Issuer's loan portfolio may suffer or deteriorate and non-performing loans may increase because the Issuer's customers may not be able to repay their loans or may not be able to do so in a timely manner and/or the collateral to secure these loans may become insufficient. Should economic conditions deteriorate, this could result in credit losses which exceed the amount of the Issuer's loan loss provisions.

It is expected that the economic crisis likely to be caused by COVID-19 will have a significant impact on the Issuer's business. The development in the particularly hard hit regions in Northern Italy, where the Bank's leasing and real estate company is active, will also be decisive for the consolidated result.

Based on the scenario of a technical recession in the second and third quarters of 2020, a decline in earnings and rising risk costs at the Issuer's group level can be expected, with slight recovery potential in the final quarter. The role of the public sector in dealing with the economic consequences of the pandemic will also be crucial.

The Issuer's 2020 result is likely to be affected in the short term by valuation effects, stagnation and only after a time lag - possibly also only in the following years - by actual defaults. The duration of the crisis and how much of it can be compensated by catch-up effects will be decisive for the economic development of the Issuer in the financial year 2020.

In addition, the COVID-19 pandemic led to a decrease in liquidity and a significant increase in volatility on the global capital markets and spreads on the credit markets, which could have a negative impact on the refinancing costs and the liquidity of the Issuer.

As a result of the so far unforeseeable developments in connection with the COVID-19 pandemic, the Issuer may increasingly be faced with deferrals, withdrawal of promised limits and possibly also a reduction in deposits. This would put a strain on the Issuer's liquidity position and have a negative effect on its refinancing and liquidity and generally have a negative impact on the Issuer's assets, liabilities, financial position and results of operations.

In response to the COVID-19 pandemic and the expected economic crises, governments of the countries in which the Issuer operates have already taken and are likely to continue to take unproven government intervention measures such as payment moratoria, interest rate caps, etc. in order to protect their citizens, economies, currencies or tax revenues. Each of these or similar government intervention measures could have a material adverse effect on the Issuer's business, financial position and results of operations, individually or in combination, through lower interest income, higher risk costs or higher other costs.

Government measures to curb the COVID-19 pandemic may have a direct adverse effect on the Issuer's business, if its employees fall ill, are isolated, or offices are closed. Travel restrictions may also have a negative effect on the Issuer's business, which may also limit the Issuer's ability to obtain new business through personal visits from customers. Any such or similar governmental programmes/measures may not be sufficient to mitigate the negative effects on the economy and the Issuer.

The COVID-19 pandemic may also have a negative impact on the market value of assets which are financed by the Issuer, serve as collateral for the Issuer's repayment claims and/or are included in the Issuer's cover pool. This is in particular due to the risk of high vacancy rates in (or loss of rental income in relation to) commercial real estate, such as tourism, accommodation and catering facilities, retail centres, the cancellation of trade fairs and exhibitions and possible bankruptcies of tenants, guarantors, and other providers of collateral, which may affect the solvency of customers of the Issuer and may lead to defaults on loans financed by the Issuer."

11. The paragraph under the heading "Hypo Vorarlberg Bank AG as Issuer – STATUTORY AUDITORS" on page 347 of the Prospectus shall be supplemented by the following information:

"Ernst & Young has audited Hypo Vorarlberg's consolidated financial statements as of and for the financial year ended 31 December 2019 and has issued an unqualified auditor's report thereon."

12. The section "Hypo Vorarlberg Bank AG as Issuer – TREND INFORMATION - *HYPQ EQUITY Unternehmensbeteiligungen AG ("HUBAG")*" on page 351 of the Prospectus shall be replaced by the following information:

"Impact of the COVID-19 pandemic"

The COVID-19 pandemic and the consequences for the economy as well as the measures taken by governments and regulators are likely to affect Hypo Vorarlberg's financial performance and position, including potentially significant impacts for expected credit losses, as well as impacts on operating income and potential goodwill assessments. Due to high uncertainties in the economic environment reasonable estimates of financial effects cannot be currently made."

13. In the section "Hypo Vorarlberg Bank AG as Issuer – TREND INFORMATION" on pages 351 to 352 of the Prospectus, the last paragraph shall be replaced by the following information:

"Save as disclosed above in particular under the section "TREND INFORMATION - *Impact of the COVID-19 pandemic*", there has been no material adverse change in the prospects of the Issuer since the date of its last published audited consolidated financial statements as of 31 December 2019."

14. The section "Hypo Vorarlberg Bank AG as Issuer – SELECTED FINANCIAL INFORMATION CONCERNING THE ISSUER'S ASSETS AND LIABILITIES, FINANCIAL POSITION AND PROFITS AND LOSSES – Selected Historical Financial Information" on pages 357 to 358 of the Prospectus shall be supplemented by the following information:

"The following tables show selected historical financial information of Hypo Vorarlberg as of and for the financial years ended 31 December 2019 and 31 December 2018 extracted or derived from the audited consolidated financial statements of Hypo Vorarlberg as of and for the financial year ended 31 December 2019 (including comparative financial information for the prior year), unless otherwise indicated. These audited consolidated financial statements have been prepared on the basis of International Financial Reporting Standards as adopted by the EU ("**IFRS**").

in '000 EUR, unless otherwise indicated	31.12.2019	31.12.2018	Change	
			absolute	in %
Total assets	13,979,941	13,754,610	225,331	1.6
Loans and advances to customers	10,042,455	9,652,675	389,780	4.0
Amounts owed to customers	5,434,969	5,682,356	-247,387	-4.4
Liabilities evidenced by certificates	5,425,331	5,257,582	167,749	3.2
Own funds according to CRR	1,509,673	1,379,763	129,910	9.4
thereof Tier 1 capital	1,240,031	1,179,866	60,165	5.1
Total capital ratio according to CRR	17.85%	17.79%	0.06%	0.3

in '000 EUR, unless otherwise indicated	01.01.-	01.01.-	Change	
	31.12.2019	31.12.2018	absolute	in %
Net interest income	169,541	167,428	2,113	1.3
Net fee and commission income	36,466	31,914	4,552	14.3

Administrative expenses	-96,291	-97,734	1,443	-1.5
Earnings before taxes	91,692	48,657	43,035	88.4

Key figures	01.01.-	01.01.-	Change	
	31.12.2019	31.12.2018	absolute	in %
Cost-Income-Ratio (CIR)*	53.24%	61.22%	-7.98%	-13.0
Return on Equity (ROE)*	8.13%	4.43%	3.70%	83.5
Employees	719	727	-8	-1.1

* Calculation of Cost-Income-Ratio (CIR): The sum of administrative expenses, depreciation and amortization and other expenses minus other tax expenses (by reason of the stability fee being independent from the operating results) divided by the sum of operating income consisting of net interest income, dividend earnings, net fee and commission income, other income as well as the trading results.

2019:

$$\frac{96,291+7,585+24,923-3,482}{169,541+1,451+36,466+23,804+4,098} = 53.24\%$$

2018:

$$\frac{97,734+6,773+34,822-3,479}{167,428+1,397+31,914+17,920+3,242} = 61.22\%$$

Cost-Income-Ratio is an indicator of how efficiently the bank is being managed, and it is an important way of determining a bank's efficiency. It is calculated as described above whereas a low ratio means the bank is in good standing.

* Calculation of Return on Equity (ROE): Earnings before taxes minus change in own credit risk divided by the total shareholder's equity at the beginning of the financial year minus accumulated profits available for appropriation for the previous financial year.

2019:

$$\frac{91,692}{1,131,177-3,063} = 8.13\%$$

2018:

$$\frac{48,657}{1,102,887-5,000} = 4.43\%$$

Return on equity is a measure of profitability of a credit institution that reveals how much net income a bank earns as a percent of the amount shareholders invest. It is a measure of how well a credit institution uses investments to generate earnings growth. Both are important and in the banking sector customary benchmarks."

15. In the section "Hypo Vorarlberg Bank AG as Issuer – SELECTED FINANCIAL INFORMATION CONCERNING THE ISSUER'S ASSETS AND LIABILITIES, FINANCIAL POSITION AND PROFITS AND LOSSES – Significant change in the Issuer's financial or trading position" on page 358 of the Prospectus the text shall be replaced by the following information:

"There have been no significant changes in the financial or trading positions of Hypo Vorarlberg since 31 December 2019."

16. Before the first paragraph in the section "Hypo Vorarlberg Bank AG as Issuer – RECENT DEVELOPMENTS AND OUTLOOK" on page 358 of the Prospectus the following new information shall be inserted:

"In particular, the COVID-19 pandemic and the consequences for the economy as well as the measures taken by governments and regulators are likely to affect Hypo Vorarlberg's financial performance and position, including potentially significant impacts for expected credit losses, as well as impacts on operating income and potential goodwill assessments. Due to high uncertainties in the economic environment reasonable estimates of financial effects cannot be currently made."

17. The second paragraph in the section "Hypo Vorarlberg Bank AG as Issuer – RECENT DEVELOPMENTS AND OUTLOOK – Rating of Hypo Vorarlberg – S&P" on page 359 of the Prospectus shall be replaced by the following information:

"On 30 May 2018, S&P upgraded Hypo Vorarlberg's long term issuer rating to A+ from A, with a stable outlook. On 29 April 2020, S&P revised its outlook to negative from stable on Hypo Vorarlberg Bank AG."

18. The section "Documents Incorporated by Reference" on page 377 of the Prospectus shall be supplemented by the following information:

"– Consolidated Financial Statements 2019 (German Version) included in the Annual Report 2019 of Hypo Vorarlberg."

19. The list in the section "Documents Incorporated by Reference – Comparative Table of Documents Incorporated by Reference" on pages 377 to 378 of the Prospectus shall be supplemented by the following information:

<u>"Page</u>	<u>Section of Prospectus</u>	<u>Documents Incorporated by Reference</u>
357	Hypo Vorarlberg, Historical Financial Information	<p>Consolidated Financial Statements 2019 (German Version) of Hypo Vorarlberg included in the Annual Report 2019</p> <p>Statement of Comprehensive Income (<i>Gesamtergebnisrechnung</i>) (page 37)</p> <p>Balance sheet (<i>Bilanz</i>) dated 31 December 2019 (page 38)</p> <p>Statement of changes in shareholders' equity (<i>Eigenkapitalveränderungsrechnung</i>) (page 39)</p> <p>Cash flow statement (<i>Geldflussrechnung</i>) (page 40)</p> <p>Notes (<i>Erläuterungen/Notes</i>) (pages 41-106)</p> <p>Auditor's report (<i>Bestätigungsvermerk</i>) (pages 113-115)"</p>

ADDRESSES

Issuer

Hypo Vorarlberg Bank AG
Hypo-Passage 1
6900 Bregenz
Republic of Austria

Fiscal and Paying Agent

Deutsche Bank Aktiengesellschaft
Issuer Services
Taunusanlage 12
60325 Frankfurt am Main
Federal Republic of Germany

Austrian Fiscal Agent

(for Notes (including Pfandbriefe) in bearer form with an Austrian International Securities Identification Number (ISIN) for which OeKB acts as Clearing System)

Hypo Vorarlberg Bank AG
Hypo-Passage 1
6900 Bregenz
Republic of Austria

Listing Agent in the Grand Duchy of Luxembourg

Banque de Luxembourg
14, boulevard Royal
2449 Luxembourg
Grand Duchy of Luxembourg