



Supplement dated 27 October 2016

pursuant to Section 16 Para. 1 of the German Securities Prospectus Act (*Wertpapierprospektgesetz*)

to the Base Prospectus dated 21 September 2016 for Leverage Products

Vontobel Financial Products GmbH
Frankfurt am Main, Germany
(the "Issuer")

Bank Vontobel Europe AG
Munich, Germany
(in its capacity as offeror, the "Offeror" and in its capacity as guarantor, the "German Guarantor" as the case may be)

Vontobel Holding AG
Zurich, Switzerland
(the "Swiss Guarantor", as the case may be; the Swiss Guarantor and the German Guarantor together the "Guarantors" and each a "Guarantor")

Right of withdrawal of the investors

According to section 16 para. 3 of the German Securities Prospectus Act (*Wertpapierprospektgesetz*) investors, who have already agreed to purchase or subscribe for the securities issued under the Prospectus this Supplement is relating to before this Supplement is published, have the right, exercisable within two working days after the publication of this Supplement, to withdraw their acceptances, provided that the new circumstance or the inaccuracies causing the Supplement occurred before the final closing of the public offering and before delivery of the securities.

A withdrawal, if any, of an order must be communicated in writing to the respective seller of the security. In case the Issuer is the counterparty of the acquisition, a withdrawal has to be sent to Vontobel Financial Products GmbH, Bockenheimer Landstraße 24, 60323 Frankfurt am Main, Federal Republic of Germany. In case the Offeror is the counterparty of the acquisition, the withdrawal has to be sent to Bank Vontobel Europe AG, Alter Hof 5, 80331 Munich, Federal Republic of Germany. In any other case, the withdrawal has to be sent to the respective counterparty of the acquisition to which the investor has given consent regarding the acquisition or subscription of the securities.

This Supplement as well as the Base Prospectus and the supplement dated 7 October 2016 are published on the Issuer's website at <https://certificates.vontobel.com> under the heading <<Legal Documents>>. In addition, the Issuer will have copies of the supplements and the Base Prospectus available for free distribution.

I. REASONS FOR THE SUPPLEMENT

In the following, the Issuer announces changes in relation to information contained in the already published Base Prospectus dated 21 September 2016 (the "**Prospectus**") by mentioning the respective reason for supplementing:

- (1) The text of the German Guarantee (as reproduced in Section X. of the Prospectus) does not explicitly include the information which products are guaranteed under the guarantee and a reader must search laboriously to find this information. The German Guarantee covers only securities in the registry type of Dutch Uncertificated Securities, French Registered Securities and Italian Uncertificated Certificates. Therefore, the wording of the German Guarantee will be adjusted as described below. This inaccuracy occurred on 20 October 2016.
- (2) The text of the Swiss Guarantee (as reproduced in Section XI. of the Prospectus) does not explicitly include the information which products are guaranteed under the guarantee and a reader must search laboriously to find this information. The Swiss Guarantee covers only securities in the registry type of German Global Certificates, Swiss Uncertificated Securities, Danish Uncertificated Securities, Finnish Registered Securities, Norwegian Registered Securities and Swedish Registered Securities. Therefore, the wording of the Swiss Guarantee will be adjusted as described below. This inaccuracy occurred on 20 October 2016.
- (3) In the stage direction of paragraph (6) in Section 1 "Security Right, Status, Guarantee" in Section VIII. Terms and Conditions, 1. General Conditions the following mistake occurred:

The stage direction includes the registry type of Italian Uncertificated Certificates which are already covered by paragraph (5) above. Instead, the registry type of German Global Certificates need to be included in the stage direction of paragraph (6).

Due to the above mentioned reasons the Prospectus needs to be amended as laid out in the following section.

II. AMENDMENTS OF THE PROSPECTUS

- 1.1) *The first paragraph of Section "X. German Guarantee" on page 245 of the Prospectus is amended as follows (deletions highlighted by strikethrough and insertion highlighted by underlining and bold font weight):*

Bank Vontobel Europe AG, Munich, Germany (the "**German Guarantor**") hereby unconditionally and irrevocably guarantees to the holders of the securities **in the registry type of Dutch Uncertificated Securities, French Registered Securities and Italian Uncertificated Certificates** (the "**Creditors**") issued by Vontobel Financial Products GmbH, Frankfurt am Main, Germany (the "**Debtor**") under this Base Prospectus (the "**Securities**") the due payment of all amounts payable in accordance with the Terms and Conditions of the Securities, subject to the following conditions:

- 1.2) *In Section "X. German Guarantee" on page 245 of the Prospectus the date of signature of the guarantee is amended as follows (deletions highlighted by strikethrough and insertion highlighted by underlining and bold font weight):*

Munich, ~~21 September~~ 27 October 2016

- 2.1) *The first paragraph of Section "XI. Swiss Guarantee" on page 246 of the Prospectus is amended as follows (deletions highlighted by strikethrough and insertion highlighted by underlining and bold font weight):*

Vontobel Holding AG, Zurich, Switzerland (the "**Swiss Guarantor**") hereby unconditionally and irrevocably, in accordance with article 111 of the Swiss Code of Obligations (*Schweizerisches Obligationenrecht*, "**OR**"), guarantees to the holders (~~the "**Creditors**"~~) of the securities **in the registry type of German Global Certificates, Swiss Uncertificated Securities, Danish Uncertificated Securities, Finnish Registered Securities, Norwegian Registered Securities and Swedish Registered Securities** (the "**Creditors**") issued by Vontobel Financial Products GmbH, Frankfurt am Main, Germany (the "**Debtor**") under the Base Prospectus (the "**Securities**") the proper payment of all amounts payable in accordance with the terms and conditions of the securities, subject to the following conditions:

- 2.2) *In Section "XI. Swiss Guarantee" on page 246 of the Prospectus the date of signature of the guarantee is amended as follows (deletions highlighted by strikethrough and insertion highlighted by underlining and bold font weight):*

Zurich, ~~21 September~~ 27 October 2016

- 3) *The stage direction of paragraph (6) in Section 1 "Security Right, Status, Guarantee" in Section VIII. Terms and Conditions, 1. General Conditions on page 115, is amended as follows (deletions highlighted by strikethrough and insertion highlighted by underlining and bold font weight):*

<p>If the Product Conditions stipulate Registry Type – Danish Uncertificated Securities, Finnish Registered Securities, Swedish Registered Securities, Norwegian Registered Securities, Italian Uncertificated Certificates <u>German Global Certificates</u> or Swiss Uncertificated Securities, the following paragraph (6) shall apply:</p>
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SIGNATURES

Frankfurt am Main, 27 October 2016

signed by Dr. Holger Martin
Vontobel Financial Products GmbH

signed by Markus Schenk
Vontobel Financial Products GmbH

Frankfurt am Main, 27 October 2016

signed by Dr. Alexander Weitzel
Bank Vontobel Europe AG

signed by Stephan Mühlner
Bank Vontobel Europe AG

Zurich, 27 October 2016

signed by Bruno Kohli
Vontobel Holding AG

signed by Florian Bättig
Vontobel Holding AG