

**ZAGREB STOCK EXCHANGE**Ivana Lučića 2a  
10 000 Zagreb**CROATIAN FINANCIAL SERVICES  
SUPERVISORY AGENCY (HANFA)**Miramarska 24b  
10 000 Zagreb**OTS HINA**

Zagreb, September 26, 2011

**SUBJECT: Notice of ERSTE&STEIERMÄRKISCHE BANK d.d. intention to issue  
subordinated bonds that mature in 2017**

ERSTE&STEIERMÄRKISCHE BANK d.d. with its headquarters in Rijeka, Jadranski Trg 3/a, OIB: 23057039320 (hereinafter: the Bank) in accordance with decisions of the competent authorities of the Bank, intends to issue subordinated bonds in non-materialised form, made out to a name, denominated in EUR 1, with 6,5% fixed interest rate per year and with maturity in 2017. Subordinated bonds will be issued in amount of up to EUR 50,000,000.00.

Subordinated bonds will be issued with characteristics of a subordinated financial instrument pursuant to the Decision on own funds of credit institutions (Official Gazette 1/2009, 41/2009, 75/2009 and 2/2010) and will be included in additional own funds.

The Bank intends to submit the Prospectus of Subordinated Bonds Issue for approval to the Croatian Financial Services Supervisory Agency and after the approval it will be published pursuant to Article 374 of the Capital Market Act. After subscription and payment for subordinated bonds, the Bank shall, pursuant to Paragraph 1 of Article 432 of the Capital Market Act, inform the public about the issue of subordinated bonds.

The Bank intends to list these subordinated bonds on the Official Market of the Zagreb Stock Exchange.

**ERSTE&STEIERMÄRKISCHE BANK d.d.  
Management Board****ERSTE & STEIERMÄRKISCHE****BANK D.D.****028 RIJEKA 302**