

Pursuant to article 16 para. 3 of the German Securities Prospectus Act investors who have already agreed to purchase or subscribe for Notes issued under the Programme (as defined herein) before this Third Supplement (as defined herein) has been published shall have the right, exercisable within two working days after the publication of this Third Supplement, to withdraw their purchase or subscription orders, provided that the new factor arose before the final closing of the offer to the public and the delivery of the securities. A withdrawal, if any, is to be addressed to Deutsche Pfandbriefbank AG, Freisinger Straße 5, 85716 Unterschleißheim, Germany provided that the relevant agreement to purchase or subscribe has been entered into with Deutsche Pfandbriefbank AG or to the relevant bank or savings bank or any other distributor with whom the relevant agreement to purchase or subscribe has been entered into. No grounds must be stated for the withdrawal, which must be made in text form. The timely dispatch of the withdrawal is sufficient to comply with the deadline.

Supplement pursuant to article 16 para. 1 of the German Securities Prospectus Act
dated 21 November 2017

to the base prospectus dated
19 April 2017
relating to

Deutsche Pfandbriefbank AG

Munich, Federal Republic of Germany

as Issuer

Euro 50,000,000,000

Debt Issuance Programme (the “Programme”)

This supplement (the “Third Supplement”) to the base prospectus dated 19 April 2017 is prepared in connection with the Euro 50,000,000,000 Debt Issuance Programme (the “Programme”) of Deutsche Pfandbriefbank AG (the “Issuer”) and is supplemental to, and should be read in conjunction with, the base prospectus dated 19 April 2017 as supplemented on 28 June 2017 (the “First Supplement”) and on 24 August 2017 (the “Second Supplement”) (the base prospectus dated 19 April 2017 together with the First Supplement and the Second Supplement, the “Original Base Prospectus”) in respect of the Programme. Unless otherwise stated or the context otherwise requires, terms defined in the Original Base Prospectus shall have the same meaning when used in the Third Supplement. As used herein, the term “Base Prospectus” means the Original Base Prospectus as supplemented by the Third Supplement.

The Issuer accepts responsibility for the information contained in or incorporated by reference into this Base Prospectus. The Issuer hereby declares that all information contained in this Base Prospectus is true and accurate to the knowledge of the Issuer and that no material circumstances have been omitted.

The Third Supplement has been approved by the *Bundesanstalt für Finanzdienstleistungsaufsicht* of the Federal Republic of Germany in its capacity as competent authority (the “Competent Authority”) under the German Securities Prospectus Act (*Wertpapierprospektgesetz*) which implements Directive 2003/71/EC of the European Parliament and of the Council of 4 November 2003, as amended, into German law. Please note that the approval of the Base Prospectus by the Competent Authority is based on the scrutiny of the completeness of the Base Prospectus including the consistency and the comprehensibility only. Application will be made to the Competent Authority to provide the *Commission de Surveillance du Secteur Financier* (the “CSSF”) of the Grand Duchy of Luxembourg, the *Autoriteit Financiële Markten* of the Netherlands, the *Financial Conduct Authority* of the United Kingdom, the *Irish Financial Services Regulatory Authority* of Ireland, the *Finanzmarktaufsicht* of Austria, the *Kredit-tilsynet / Oslo Børs* of Norway, the *Commissione Nazionale per le Società e la Borsa* of Italy and the *Comisión Nacional del Mercado de Valores* of the Kingdom of Spain with a certificate of approval attesting that the Third Supplement has been drawn up in accordance with the German Securities Prospectus Act and with a copy of the Third Supplement.

This Third Supplement has been filed with the Competent Authority and has been published together with the Original Base Prospectus on the website of the Issuer www.pfandbriefbank.com (see <https://www.pfandbriefbank.com/debt-instruments/emissionsprogramme/dip-programm.html>). Upon request (to be addressed to Deutsche Pfandbriefbank AG, Freisinger Straße 5, 85716 Unterschleißheim, Germany), the Issuer will provide, free of charge, a copy of the Third Supplement and of the Original Base Prospectus.

This Third Supplement has been prepared in connection with an ECB wide harmonization of risk models which led to an increase in risk-weighted assets (RWAs) of the Issuer as published in the press release dated 13 November 2017.

OVERALL AMENDMENTS

If reference is made in the Original Base Prospectus to “Base Prospectus”, then the respective reference includes all changes made by the First Supplement, the Second Supplement and this Third Supplement.

I. SUPPLEMENTAL INFORMATION RELATING TO THE SECTION “I. SUMMARY”

On page 7 of the Original Base Prospectus in “Section B – Issuer” under “Element B.12 – Selected historical key financial information regarding the Issuer, statement regarding trend information and significant changes in the financial or trading position of the Issuer” the following paragraph (third last sub-paragraph) as inserted by the Second Supplement

“The Issuer assumes that even before potential future burdens resulting from risk weighted assets (“**RWA**”) resulting from “Basel IV”, individual risk premiums may result in RWA increases in connection with the statutory revision of the internal rating based approach models (“**IRBA**”) and the target review of bank’s internal models process (TRIM). The Issuer expects the results of the revision of the IRBA already in the second half of 2017.”

shall be deleted and replaced by the following paragraph:

“In connection with the EU-wide harmonization of risk models which the ECB is currently carrying out the risk weighted assets (“**RWA**”) of the Issuer have increased by approximately Euro 2 billion to Euro 14.7 billion as at 30 September 2017 (30 June 2017: Euro 12.9 billion). The increased RWA have led to a reduced common equity tier 1 (CET1) ratio of the Issuer of 17.3 per cent. and a reduced own funds ratio of 21.9 per cent each as at 30 September 2017 and have been calculated in consideration of the current net profit less the maximum permissible dividend according to the ECB methodology. As a consequence of the consideration of the current net profits the leverage ratio has increased to 4.6 per cent. as at 30 September 2017. The Issuer does not expect that this harmonization of risk models will lead to any further noteworthy RWA increases. However, potential future RWA increases may result from new regulations imposed by the Basel Committee on Banking Supervision at the Bank for International Settlements (“Basel IV”).”

II. SUPPLEMENTAL INFORMATION RELATING TO THE SECTION “II. DEUTSCHE ÜBERSETZUNG DER ZUSAMMENFASSUNG”

On page 21 of the Original Base Prospectus in “Abschnitt B – Emittent” under “Punkt B.12 – Ausgewählte wesentliche historische Finanzinformationen über den Emittenten, Erklärung zu Trendinformationen sowie wesentliche Veränderungen der Finanzlage oder Handelsposition des Emittenten”, the following paragraph (third last sub-paragraph) as inserted by the Second Supplement

“Die Emittentin geht davon aus, dass bereits vor möglichen künftigen Belastungen der risikogewichteten Aktiva („RWA“) infolge von Basel IV es durch die Überprüfung der auf internen Ratings basierenden Ansätze („IRBA“) sowie des TRIM-Prozesses (target review of bank’s internal models) durch die Aufsicht zu einer Erhöhung der RWA durch individuelle Risikoaufschläge kommt. Die Emittentin erwartet das Ergebnis der Überprüfung der IRBA bereits in der zweiten Hälfte 2017.”

shall be deleted and replaced by the following paragraph:

“Im Zusammenhang mit der europaweiten Harmonisierung von Risikomodellen, welche die EZB aktuell vornimmt ist ein Anstieg der risikogewichteten Aktiva (*risk weighted assets*, „RWA“) der Emittentin um ungefähr Euro 2 Milliarden auf Euro 14,7 Milliarden zum 30. September 2017 eingetreten (30. Juni 2017: Euro 12,9 Milliarden). Durch den Anstieg der RWA hat sich zum 30. September 2017 die harte Kernkapitalquote (CET1) der Emittentin auf 17,3% und die Eigenmittelquote auf 21,9% reduziert, nach Anrechnung des Zwischengewinnes abzüglich einer maximalen Dividende gemäß EZB-Methodik. Aufgrund der Anrechnung des Zwischengewinnes hat sich die Verschuldungsquote zum 30. September 2017 auf 4,6% erhöht. Die Emittentin geht nicht davon aus, dass diese Harmonisierung der Risikomodelle zu weiteren nennenswerten Erhöhungen der RWA führen wird. Es können allerdings künftige Erhöhungen der RWA aufgrund der neuen Vorschriften des Basler Ausschusses der Bank für Internationalen Zahlungsgleich zur Regulierung von Banken (“Basel IV”) erfolgen.”

**III. SUPPLEMENTAL INFORMATION
RELATING TO THE SECTION “IV. DEUTSCHE PFANDBRIEFBANK AG”**

SUPPLEMENTAL INFORMATION RELATING TO THE SECTION “5. TREND INFORMATION”

On page 60 of the Original Base Prospectus, in the section “Trend Information” the following paragraph (third subparagraph) as inserted by the Second Supplement:

“The Issuer assumes that even before potential future burdens resulting from risk weighted assets (“**RWA**”) resulting from “Basel IV”, individual risk premiums may result in RWA increases in connection with the statutory revision of the internal rating based approach models (“**IRBA**”) and the target review of bank’s internal models process (TRIM). The Issuer expects the results of the revision of the IRBA already in the second half of 2017.”

shall be deleted and replaced as follows:

“In connection with the EU-wide harmonization of risk models which the ECB is currently carrying out the risk weighted assets (“**RWA**”) of the Issuer have increased by approximately Euro 2 billion to Euro 14.7 billion as at 30 September 2017 (30 June 2017: Euro 12.9 billion). The increased RWA have led to a reduced common equity tier 1 (CET1) ratio of the Issuer of 17.3 per cent. and a reduced own funds ratio of 21.9 per cent each as at 30 September 2017 and have been calculated in consideration of the current net profit less the maximum permissible dividend according to the ECB methodology. As a consequence of the consideration of the current net profits the leverage ratio has increased to 4.6 per cent. as at 30 September 2017. The Issuer does not expect that this harmonization of risk models will lead to any further noteworthy RWA increases. However, potential future RWA increases may result from new regulations imposed by the Basel Committee on Banking Supervision at the Bank for International Settlements (“Basel IV”).”

Signatories on behalf of Deutsche Pfandbriefbank AG

Eschborn, as of 21 November 2017

signed by Björn-Jakob Treutler
Managing Director

signed by Martina Horn
Director