

FINAL TERMS

11 August 2017

BBVA GLOBAL MARKETS, B.V.

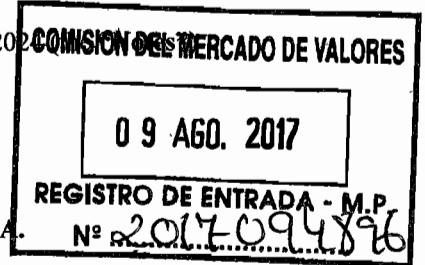
*(a private company with limited liability (besloten vennootschap met beperkte aansprakelijkheid)
incorporated under Dutch law with its seat in Amsterdam, the Netherlands but its tax residency in Spain)*
(as "Issuer")

Issue of EUR 2,375,000 Fixed to Floating Credit Linked Notes due 2020

under the €2,000,000,000
Structured Medium Term Note Programme

guaranteed by

BANCO BILBAO VIZCAYA ARGENTARIA, S.A.
(incorporated with limited liability in Spain)
(as "Guarantor")



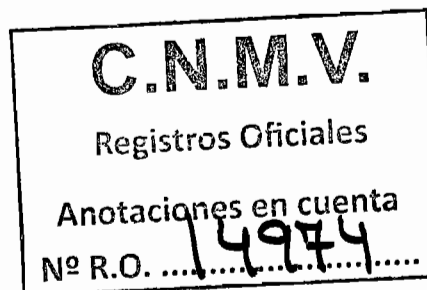
Mrs. Marian Coscarón Tomé, acting on behalf of BBVA Global Markets B.V. , (the Issuer) with registered office at Calle Saucedá 28, 28050 Madrid, Spain in her capacity as director of the Issuer and according to the resolution of the general shareholders and board of directors meeting of 6 April 2017 agrees, under the terms and conditions of the €2,000,000,000 Structured Medium Term Note Programme Base Prospectus dated 18 April 2017 and the supplements to the Base Prospectus dated 6 June 2017 and 10 August 2017 which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the **Prospectus Directive**) (the **Base Prospectus**) registered and approved by the Comisión Nacional del Mercado de Valores on 18 April 2017, to fix the following terms and conditions of issuance of Notes described herein and declares that the information contained in these Final Terms is, to the best of his knowledge, in accordance with the facts and contains no omission likely to affect its import.

In relation to the guarantee granted by Banco Bilbao Vizcaya Argentaria, S.A. (the Guarantor) in respect of the Notes, Mrs. Marian Coscarón Tomé, acting on behalf of the Guarantor according to the resolution of the Board of Directors of the Guarantor dated 29 March 2017, with the signature of this document hereby accepts the Guarantor responsibility as guarantor of the Notes for the information contained in this document. Mrs. Marian Coscarón Tomé, declares that the information regarding the Guarantee and the Guarantor contained in these Final Terms is, to the best of her knowledge, in accordance with the facts and contains no omission likely to affect its import.

These Notes are not intended for, and are not to be offered to, the public in any jurisdiction of the EEA

Any person making or intending to make an offer of the Notes may only do so in circumstances in which no obligation arises for the Issuer or the Dealer to publish a prospectus pursuant to Article 3 of the Prospectus Directive or to supplement a prospectus pursuant to Article 16 of the Prospectus Directive, in each case, in relation to such offer.

Neither the Issuer nor the Dealer has authorised, nor do they authorise, the making of any offer of Notes in any other circumstances.



6

PART A - CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the General Conditions of the Notes (and, together with the applicable Annex(es), the "Conditions") set forth in the Base Prospectus dated 18 April 2017 and the supplements to it dated 6 June 2017 and 10 August 2017 which together constitute a base prospectus for the purposes of the Prospectus Directive (the "Base Prospectus"). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Base Prospectus. Full information on the Issuer, the Guarantor and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus has been published on the website of CNMV (www.cnmv.es) and on the Guarantor's website (www.bbva.com).

- | | | | |
|----|-------|--|---|
| 1. | (i) | Issuer | BBVA Global Markets, B.V.
NIF: N0035575J |
| | (ii) | Guarantor: | Banco Bilbao Vizcaya Argentaria, S.A.
NIF: A48265169 |
| 2. | (i) | Series Number: | 115 |
| | (ii) | Tranche Number: | 1 |
| | (iii) | Date on which the Notes will be consolidated and form a single Series: | Not applicable |
| | (iv) | Applicable Annex(es): | Annex 6: Credit Linked Conditions |
| 3. | | Specified Notes Currency or Currencies: | Euro ("EUR") |
| 4. | | Aggregate Nominal Amount: | |
| | (i) | Series: | EUR 2,375,000 |
| | (ii) | Tranche: | EUR 2,375,000 |
| 5. | | Issue Price: | 100 per cent. of the Aggregate Nominal Amount |
| 6. | | Specified Denomination: | EUR 25,000 |
| | (i) | Minimum Tradable Amount: | EUR 100,000 |
| | (ii) | Calculation Amount: | EUR 25,000 |
| | (iii) | Number of Notes issued: | 95 |
| 7. | (i) | Issue Date: | 11 August 2017 |
| | (ii) | Interest Commencement Date: | Issue Date |

8. **Maturity Date:** 10 July 2024 or if that is not a Business Day the immediately succeeding Business Day (the “Scheduled Maturity Date”) or such later date for redemption determined as provided in the Credit Linked Conditions
9. **Interest Basis:** Applicable
- 3.25 per cent. per annum, Fixed Rate
- 3 month EURIBOR + 2.80 per cent. per annum, Floating Rate
- (See paragraph 15 below)
10. **Redemption/Payment Basis:** Credit Linked Redemption
11. **Reference Item(s):** The following Reference Item will apply for Interest and Redemption determination purposes:
- Fiat Chrysler Automobiles NV (see paragraph 37 below)
12. **Put/Call Options:** Not applicable
13. **Knock-in Event:** Not applicable
14. **Knock-out Event:** Not applicable

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15. **Interest:** Applicable
- (i) Interest Period End Date(s): Each Interest Payment Date
- (ii) Business Day Convention for Interest Period End Date(s): Following Business Day Convention
- (iii) Interest Payment Date(s): 10 January, 10 April, 10 July and 10 October in each year from and including 10 October 2017 (short first coupon) to and including the Scheduled Maturity Date.
- (iv) Business Day Convention for Interest Payment Date(s): Following Business Day Convention
- (v) Minimum Interest Rate: Not applicable
- (vi) Maximum Interest Rate: Not applicable

	(vii)	Day Count Fraction:	30/360
	(viii)	Determination Date(s):	Not applicable
	(ix)	Rate of Interest:	In respect of each Interest Payment Date from and including 10 October 2017 to and including 10 July 2019, the Rate of Interest shall be determined by the Calculation Agent as Fixed Rate In respect of each Interest Payment Date from and including 10 October 2019 to and including the Scheduled Maturity Date, the Rate of Interest shall be determined by the Calculation Agent as Floating Rate
16.		Fixed Rate Note Provisions:	Applicable, in respect of each Interest Payment Date from an including 10 October 2017 (short first coupon) to and including 10 July 2019, subject to the provisions of the paragraph "Credit Linked Redemption" and the Credit Linked Conditions
	(i)	Rate(s) of Interest:	3.25 per cent. per annum payable quarterly in arrear on each Interest Payment Date
	(ii)	Fixed Coupon Amount(s):	Not applicable
	(iii)	Broken Amount(s):	Not applicable
17.		Floating Rate Note Provisions:	Applicable, in respect of each Interest Payment Date from and including 10 October 2019 to and including the Scheduled Maturity Date, subject to the provisions of the paragraph "Credit Linked Redemption" and the Credit Linked Conditions
	(i)	Specified Period(s):	Not applicable
	(ii)	Manner in which the Rate of Interest and Interest Amount is to be determined:	Screen Rate Determination (<i>further particulars specified below</i>)
	(iii)	Screen Rate Determination:	Applicable
		(a) Reference Rate:	3 month EURIBOR

	(b) Interest Determination Date(s):	Second day on which the TARGET2 System is open prior to the start of each Interest Period
	(c) Specified Time:	11:00 am, Frankfurt time
	(d) Relevant Screen Page:	Reuters "EURIBOR01" Screen Page
	(iv) ISDA Determination:	Not applicable
	(v) Linear Interpolation:	Not Applicable
	(vi) Margin(s):	+2.80 per cent per annum
	(vii) Multiplier:	Not applicable
18.	Specified Interest Amount Note Provisions:	Not applicable
19.	Zero Coupon Note Provisions:	Not applicable
20.	Index Linked Interest Provisions:	Not applicable
21.	Equity Linked Interest Provisions	Not applicable
22.	Inflation Linked Interest Provisions:	Not applicable
23.	Fund Linked Interest Provisions:	Not applicable
24.	Foreign Exchange (FX) Rate Linked Interest Provisions:	Not applicable
25.	Reference Item Rate Linked Interest/Redemption:	Not applicable
26.	Combination Note Interest:	Not applicable
PROVISIONS RELATING TO REDEMPTION		
27.	Final Redemption Amount:	Calculation Amount * 100 per cent., subject to paragraph 37 below
28.	Final Payout:	Not applicable
29.	Automatic Early Redemption:	Not applicable
30.	Issuer Call Option:	Not applicable
31.	Noteholder Put:	Not applicable
32.	Early Redemption Amount:	As set out in General Condition 6
33.	Index Linked Redemption:	Not applicable
34.	Equity Linked Redemption:	Not applicable
35.	Inflation Linked Redemption:	Not applicable

36.	Fund linked Redemption:	Not applicable
37.	Credit Linked Redemption:	Applicable
(i)	Type of Credit Linked Notes	The Notes are Single Reference Entity Credit Linked Notes
(ii)	Credit Event Redemption Amount:	As set out in Credit Linked Conditions
(iii)	Protected Amount:	Not applicable
(iv)	Unwind Costs:	Applicable: Standard Unwind Costs
(v)	(a) Credit Event Redemption Date:	Credit Linked Condition 13 applies
	(b) Maturity Credit Redemption:	Applicable
(vi)	Settlement Method: (see further items (xxviii) to (xil) below)	Auction Settlement
(vii)	Trade Date	28 July 2017
(viii)	Calculation Agent City	As per the Physical Settlement Matrix
(ix)	Reference Entity(ies):	Fiat Chrysler Automobiles NV
(x)	Physical Settlement Matrix:	Applicable, for which purpose the Date of the Physical Settlement Matrix is 25 May 2016 as published on the International Swaps and Derivatives Association, Inc. website
(xi)	Transaction Type:	Standard European Corporate
(xii)	Reference Entity Notional Amount:	EUR 2,375,000
(xiii)	Reference Obligation(s):	Seniority Level: Senior Level Standard Reference Obligation: Applicable
	(a) CUSIP/ISIN:	US31562QAC15
	(b) Primary Obligor:	Fiat Chrysler Automobiles NV
	(c) Guarantor:	Not applicable
	(d) Maturity:	15 April 2020
	(e) Coupon:	4.50 per cent.
(xiv)	All Guarantees:	As per the Physical Settlement Matrix

(xv)	Credit Events:	As per the Physical Settlement Matrix
(xvi)	Default Requirement:	As set out in Credit Linked Condition 13
(xvii)	Payment Requirement:	As set out in Credit Linked Condition 13
(xviii)	Credit Event Determination Date:	Notice of Publicly Available Information: Not applicable
(xix)	Obligation(s):	
	(a) Obligation Category:	As per the Physical Settlement Matrix
	(b) Obligation Characteristics:	As per the Physical Settlement Matrix
(xx)	Additional Obligation(s):	Not applicable
(xxi)	Excluded Obligation(s):	Not applicable
(xxii)	Domestic Currency:	As set out in the Credit Linked Conditions
(xxiii)	Accrual of Interest upon Credit Event:	Not applicable
(xxiv)	Merger Event:	Credit Linked Condition 12: Not applicable
(xxv)	Provisions relating to Monoline Insurer as Reference Entity:	Credit Linked Condition 16: Not applicable
(xxvi)	Provisions relating to LPN Reference Entities:	Credit Linked Condition 18: Not applicable
(xxvii)	Redemption on failure to identify a Substitute Reference Obligation:	Not applicable

Terms relating to Cash Settlement

(xxviii)	Valuation Date:	Applicable Single Valuation Date: A Business Day that is not less than 5 Business Days and not more than 122 Business Days following the Auction Cancellation Date, if any, or the relevant No Auction Announcement Date, if any, as applicable
(xxix)	Valuation Time:	The time at which the Calculation Agent determines in a commercially reasonable manner that the market in respect of the relevant Reference Obligation is likely to be most liquid.

(xxx)	Indicative Quotations:	Not applicable
(xxx1)	Quotation Method:	Bid
(xxx2)	Quotation Amount:	Credit Linked Conditions apply
(xxx3)	Minimum Quotation Amount:	As per Credit Linked Condition 13
(xxx4)	Quotation Dealers:	Six active dealers (other than one of the parties or any Affiliate of the parties) in obligations of the type of the Obligation for which Quotations are to be obtained as selected by the Calculation Agent
(xxx5)	Quotations:	Exclude Accrued Interest
(xxx6)	Valuation Method:	Market

Additional terms relating to Auction Settlement

(xxx7)	Fallback Settlement Method:	Cash Settlement
(xxx8)	Successor Backstop Date subject to adjustment in accordance with Business Day Convention:	No
(xii)	Limitation Dates subject to adjustment in accordance with Business Day Convention:	No

38.	Foreign Exchange (FX) Rate Linked Redemption:	Not applicable
39.	Reference Item Rate Linked Redemption:	Not applicable
40.	Combination Note Redemption:	Not applicable
41.	Provisions applicable to Instalment Notes:	Not applicable
42.	Provisions applicable to Physical Delivery:	Not applicable

43. **Provisions applicable to Partly Paid Notes; amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment:** Not Applicable
44. **Variation of Settlement:** The Issuer does not have the option to vary settlement in respect of the Notes as set out in General Condition 5(b)(ii)

GENERAL PROVISIONS APPLICABLE TO THE NOTES

45. **Form of Notes:** Book-Entry Notes: Uncertificated, dematerialised book-entry form notes (*anotaciones en cuenta*) registered with Iberclear as managing entity of the Central Registry.
- (i) **New Global Note (NGN):** No
46. (i) **Financial Centre(s):** London
- (ii) **Additional Business Centre(s):** London
47. **Talons for future Coupons or Receipts to be attached to definitive Notes (and dates on which such Talons mature):** No
48. **Redenomination, renominalisation and reconventioning provisions:** Not applicable
49. **Agents:** Banco Bilbao Vizcaya Argentaria, S.A. to act as Principal Paying Agent and Calculation Agent through its specified office at Calle Saucedá, 28, 28050 Madrid, Spain
50. **Additional selling restrictions:** Not applicable
- Signed on behalf of the Issuer: Signed on behalf of the Guarantor:
- By: By: __

~~Duly authorised~~

MARIAN COSCARÓN TOMÉ
 Authorised Signatory
 Firma Autorizada

~~Duly authorised~~

MARIAN COSCARÓN TOMÉ
 Authorised Signatory
 Firma Autorizada

PART B-OTHER INFORMATION

1 Listing and Admission to trading

Application has been made for the Notes to be admitted to trading on AIAF

2 Ratings

- (i) Ratings: The Notes have not been rated

3 Interests of Natural and Legal Persons Involved in the Issue

A fee has been paid by the Dealer to a third party distributor. For specific and detailed information on the nature and quantity of such fee, the investor should contact the distributor in respect of the Notes.

4 Reasons for the Offer, Estimated Net Proceeds and Total Expenses

- (i) Reasons for the offer: See "Use of Proceeds" section in the Base Prospectus
- (ii) Estimated net proceeds: EUR 2,375,000
- (iii) Estimated total expenses: The estimated total expenses that can be determined as of the issue date are up to EUR 3,500 consisting of listing fees, such expenses exclude certain out-of-pocket expenses incurred or to be incurred by or on behalf of the issuer in connection with the admission to trading

5 Historic Rates of Interest- Floating Rate Notes Only

Details of historic EURIBOR 3 month rates can be obtained from Reuters (Reuters Screen "EURIBOR01")

6 Performance of Reference Entity, Explanation of Effect on Value of Investment and Other Information concerning the Underlying

The return on the Notes is linked to the credit risk and the financial obligations of the Reference Entity (which shall include any Successor thereto). The creditworthiness of the Reference Entity may go down as well as up throughout the life of the Notes. Fluctuations in the credit spreads of the Reference Entity will affect the value of the Notes.

Provided that no Credit Event occurs to the Reference Entity, the Notes shall be redeemed at par and pay interest as specified in paragraph 15, 16 and 17 above.

If a Credit Event occurs, principal is at risk and the Notes shall be redeemed at the Credit Event Redemption Amount on the Maturity Date as specified in paragraph 37 above. Also, the Notes shall cease to bear interest from the Interest Payment Date immediately preceding the Credit Event Determination Date (or no interest shall be paid at all if a credit event occurs prior to the first interest payment date).

The Issuer does not intend to provide post-issuance information

7 Operational Information

- (i) ISIN Code: ES0205067319
- (ii) Common Code: Not applicable
- (iii) CUSIP: Not applicable
- (iv) Other Code(s): Not applicable
- (v) Any clearing system(s) other than Iberclear, Euroclear Bank S.A./N.V, Clearstream Banking, société anonyme and the Depository Trust Company approved by the Issuer and the Principal Paying Agent and the relevant identification number(s): Not applicable

(vi) Delivery: Delivery against payment

(vii) Additional Paying Agent(s) (if any): Not applicable

8 DISTRIBUTION

8.1 Method of distribution: Non-syndicated

8.2 If non-syndicated, name and address of relevant Dealer: Banco Bilbao Vizcaya Argentaria, S.A.
Calle/ Saucedo 28
28050 Madrid Spain

8.3 Non-exempt Offer: Not Applicable

The Issuer is only offering to and selling to the Dealer pursuant to and in accordance with the terms of the Programme Agreement. All sales to persons other than the Dealer will be made by the Dealer or persons to whom they sell, and/or otherwise make arrangements with, including the Financial Intermediaries. The Issuer shall not be liable for any offers, sales or purchase of Notes by the Dealer or Financial Intermediaries in accordance with the arrangements in place between any such Dealer or any such Financial Intermediary and its customers.

Financial intermediaries seeking to rely on the Base Prospectus and any Final Terms to resell or place Notes as permitted by article 3.2 of the 2010 PD Amending Directive must obtain prior written consent from the Issuer and the Guarantor; nothing herein is to be understood as a waiver of such requirement for prior written consent.



SUMMARY OF NOTES

Summaries are made up of disclosure requirements known as “Elements”. These Elements are numbered in Sections A – E (A.1 – E.7). This Summary contains all the Elements required to be included in a summary for the Notes and the 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 a 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 should be included in the summary explaining why it is not applicable.

Section A– Introduction and warnings

Element	Title
A.1	<p>This summary should be read as an introduction to the Base Prospectus and the Final Terms. Any decision to invest in any Notes should be based on a consideration of the Base Prospectus as a whole, including any documents incorporated by reference, and the Final Terms. Where a claim relating to information contained in the Base Prospectus and the Final Terms is brought before a court in a Member State of the European Economic Area, the plaintiff may, under the national legislation of the Member State where the claim is brought, be required to bear the costs of translating the Base Prospectus and the Final Terms before the legal proceedings are initiated.</p> <p>Civil liability attaches to the Issuer or the Guarantor in any such Member State solely on the basis of this summary, including any translation of it, but only if the summary is misleading, inaccurate or inconsistent when read together with the other parts of the Base Prospectus and the Final Terms or, following the implementation of the relevant provisions of Directive 2010/73/EU in the relevant Member State, it does not provide, when read together with the other parts of the Base Prospectus and the Final Terms, key information in order to aid investors when considering whether to invest in the Notes.</p>
A.2	Not Applicable - the Notes are not being offered to the public as part of a Non-exempt Offer

Section B– Issuer and Guarantor

Element	Title		
B.1	<table border="1" style="width: 100%;"> <tr> <td style="width: 30%;">Legal and commercial name of the Issuer:</td> <td>BBVA Global Markets B.V.</td> </tr> </table>	Legal and commercial name of the Issuer:	BBVA Global Markets B.V.
Legal and commercial name of the Issuer:	BBVA Global Markets B.V.		
B.2	<table border="1" style="width: 100%;"> <tr> <td style="width: 30%;">Domicile/ legal form/ legislation/ country of incorporation:</td> <td>The Issuer is a private company with limited liability (<i>besloten vennootschap met beperkte aansprakelijkheid</i>) and was incorporated under the laws of the Netherlands on 29 October 2009. The Issuer's registered office is Calle Saucedo, 28, 28050 Madrid, Spain and it has its "place of effective management" and "centre of principal interests" in Spain.</td> </tr> </table>	Domicile/ legal form/ legislation/ country of incorporation:	The Issuer is a private company with limited liability (<i>besloten vennootschap met beperkte aansprakelijkheid</i>) and was incorporated under the laws of the Netherlands on 29 October 2009. The Issuer's registered office is Calle Saucedo, 28, 28050 Madrid, Spain and it has its "place of effective management" and "centre of principal interests" in Spain.
Domicile/ legal form/ legislation/ country of incorporation:	The Issuer is a private company with limited liability (<i>besloten vennootschap met beperkte aansprakelijkheid</i>) and was incorporated under the laws of the Netherlands on 29 October 2009. The Issuer's registered office is Calle Saucedo, 28, 28050 Madrid, Spain and it has its "place of effective management" and "centre of principal interests" in Spain.		

B.4b	A description of the most significant recent trends affecting the issuer and the industries in which it operates.	There are no known trends, uncertainties, demands, commitments or events that are reasonably likely to have a material effect on the Issuer's prospects for its current financial year.		
B.5	Description of the Group:	<p>The Issuer is a direct wholly-owned subsidiary of Banco Bilbao Vizcaya Argentaria, S.A. and does not have any subsidiaries of its own.</p> <p>Banco Bilbao Vizcaya Argentaria, S.A. and its consolidated subsidiaries (the "Group") is a highly diversified international financial group, with strengths in the traditional banking businesses of retail banking, asset management, private banking and wholesale banking. It also has investments in some of Spain's leading companies.</p>		
B.9	Profit forecast or estimate:	No profit forecasts or estimates have been made in this Base Prospectus.		
B.10	Audit report qualifications:	No qualifications are contained in any audit report included in this Base Prospectus or in the Registration Document (Documento de Registro) of the Guarantor.		
B.12	<p>The key audited financial data for the Issuer are as follows:</p> <p><i>Income Statement</i></p> <p>The table below sets out summary information extracted from the Issuer's audited consolidated income statement for each of the periods ended 31 December 2016 and 31 December 2015</p> <p>STATEMENT OF COMPREHENSIVE INCOME</p>			
<i>Thousands of euros</i>		Note	31.12.2016	31.12.2015*
- Interest income and similar income	9-10	101,321	68,122	
- Interest expense and similar expenses	10-11	-100,890	-67,777	
- Exchange rate differences		37	52	
- Other operating expenses		-234	-123	
Result of the		234	274	

year before tax			
- Income tax		-76	-82
Result of the year from continued operations		158	192
Comprehensive result of the year		-	-
Total comprehensive result of the year		158	192

(*) Presented for comparison purposes only.

Statement of Financial Position

The table below sets out summary information extracted from the Issuer's audited statement of financial position as at 31 December 2016 and 31 December 2015

STATEMENT OF FINANCIAL POSITION

(before appropriation of net income)

<i>Thousands of euros</i>	Note	31.12.2016	30.12.2015*
ASSETS:			
Non-current assets			
- <i>Long-Term deposits due from Parent</i>	9	1,224,154	882,725
- Derivatives	10	41,402	47,344
- Other assets		-	7
Current assets			
- <i>Short-Term deposits due from Parent</i>	9	103,358	20,894
- Derivatives	10	3,947	3,792
- Cash and cash equivalents	8	481	101

- Interest receivable from Parent	9	68,925	85,073
- Other assets		2	-
Total assets		1,442,269	1,039,936
LIABILITIES:			
<i>Long-Term liabilities</i>			
-Long-Term debt securities issued	11	1,223,474	882,212
- Derivatives	10	41,402	47,344
- Other liabilities		-	7
<i>Short-Term liabilities</i>			
- Short-Term debt securities issued	11	103,392	20,894
- Derivatives	10	3,947	3,792
- Interest payable to third parties	11	68,806	84,968
- Other liabilities		29	49
- Credit account		498	228
- Current tax liabilities		146	25
Total liabilities		1,441,694	1,039,519
SHAREHOLDER'S EQUITY:			
Capital			
- Issued share capital	12	90	90

	- Other reserves	327	135
	- Result of the year	158	192
	Total shareholder's equity	575	417
	Total liabilities and shareholder's equity	1,442,269	1,039,936
* Presented for comparison purposes only.			
Statements of no significant or material adverse change			
There has been no significant change in the financial or trading position of the Issuer since 31 December 2016. There has been no material adverse change in the prospects of the Issuer since 31 December 2016.			
B.13	Events impacting the Issuer's solvency:	Not Applicable - There are no recent events particular to the Issuer which are to a material extent relevant to the evaluation of the Issuer's solvency.	
B.14	Dependence upon other group entities:	See Element B.5 ("Description of the Group"). The Issuer is dependent upon the Guarantor to meet its payment obligations under the Notes. Should the Guarantor fail to pay interest on or repay any deposit made by the Issuer or meet its commitment under a hedging arrangement in a timely fashion, this will have a material adverse effect on the ability of the Issuer to fulfil its obligations under Notes issued under the Programme.	
B.15	Principal activities:	The Issuer serves as a financing company for the purposes of the Group and is regularly engaged in different financing transactions within the limits set forth in its articles of association. The Issuer's objective is, among others, to arrange medium and long term financing for the Group and cost saving by grouping these activities.	
B.16	Controlling shareholders:	The Issuer is a direct wholly-owned subsidiary of Banco Bilbao Vizcaya Argentaria, S.A.	
B.17	Credit ratings:	The Issuer has been rated "BBB+" by S&P. Notes issued under the Programme may be rated or unrated. Details of the rating, if applicable, will be set out in the Final Terms. The Notes are not rated. A security rating is not a recommendation to buy, sell or hold securities and may be subject to suspension, reduction or withdrawal at any time by the assigning rating agency.	

B.18	Description of the Guarantee:	The Notes will be unconditionally and irrevocably guaranteed by the Guarantor. The obligations of the Guarantor under its guarantee will be direct, unconditional and unsecured obligations of the Guarantor and will rank <i>pari passu</i> with all other unsecured and unsubordinated obligations of the Guarantor.
B.19	Information about the Guarantor:	
B.19 (B.1)	Legal and commercial name of the Guarantor:	The legal name of the Guarantor is Banco Bilbao Vizcaya Argentaria, S.A. It conducts its business under the commercial name "BBVA".
B.19 (B.2)	Domicile/ legal form/ legislation/ country of incorporation:	The Guarantor is a limited liability company (a <i>sociedad anónima</i> or <i>S.A.</i>) and was incorporated under the Spanish Corporations Law on 1 October 1988. It has its registered office at Plaza de San Nicolás 4, Bilbao, Spain, 48005, and operates out of Calle Saucedá, 28, 28050, Madrid, Spain.
B.19 (B.4(b))	Trend information:	There are no known trends, uncertainties, demands, commitments or events that are reasonably likely to have a material effect on the Guarantor's prospects for its current financial year.
B.19 (B.5)	Description of the Group:	<p>The Group is a highly diversified international financial group, with strengths in the traditional banking businesses of retail banking, asset management, private banking and wholesale banking. It also has investments in some of Spain's leading companies.</p> <p>As of 30 June 2017, the Group was made up of 358 consolidated entities and 85 entities accounted for using the equity method</p> <p>The companies are principally domiciled in the following countries: Argentina, Belgium, Bolivia, Brazil, Cayman Islands, Chile, Colombia, Ecuador, France, Germany, Ireland, Italy, Luxembourg, Mexico, Netherlands, Netherlands Antilles, Peru, Portugal, Spain, Switzerland, Turkey United Kingdom, United States of America, Uruguay and Venezuela. In addition, BBVA has an active presence in Asia.</p>
B.19 (B.9)	Profit forecast or estimate:	No profit forecasts or estimates have been made in this Base Prospectus.
B.19 (B.10)	Audit report qualifications:	No qualifications are contained in any audit report included in this Base Prospectus.
B.19 (B.12)	<p>Selected historical key financial information:</p> <p><i>Income Statement</i></p> <p>The table below sets out summary information extracted from the Group's audited consolidated income statement for each of the periods ended 31 December 2016 and 31 December 2015 and the Group's audited consolidated income statement as of 30 June 2017 and 30 June 2016.</p>	

<i>Millions of euros</i>	30.06.2017	30.06.2016*	31.12.2016	31.12.2015*
- Net interest income	8,803	8,365	17,059	16,022
- Gross income	12,718	12,233	24,653	23,362
- Net margin before provisions	4,102	3,528	6,874	6,251
- Operating profit before tax	4,033	3,391	6,392	4,603
Profit attributable to parent company	2,306	1,832	3,475	2,642

(*) Presented for comparison purposes only

Balance Sheet

The table below sets out summary information extracted from the Group's audited consolidated balance sheet as of 31 December 2016 and 31 December 2015 and the Group's audited consolidated balance sheet as of 30 June 2017 and 30 June 2016.

<i>Millions of euros</i>	30.06.2017	31.06.2016*	31.12.2016	31.12.2015*
Total Assets	702,429	746,040	731,856	749,855
Loans and advances to customers	409,087	415,872	414,500	414,165
Customer deposits	394,626	406,284	401,465	403,362
Debt Certificates and Other financial liabilities	82,393	89,635	89,504	94,121
Total customer funds	477,019	495,919	490,969	497,483
Total equity	54,727	55,962	55,428	55,282

(*) Presented for comparison purposes only

	Statements of no significant or material adverse change	
	There has been no significant change in the financial or trading position of the Group since June 30, 2017 and there has been no material adverse change in the prospects of the Group since December 31, 2016	
B.19 (B.13)	Events impacting the Guarantor's solvency:	There are no recent events particular to the Guarantor which are to a material extent relevant to an evaluation of its solvency.
B.19 (B.14)	Dependence upon other Group entities:	The Guarantor is not dependent on any other Group entities.
B.19 (B.15)	The Guarantor's Principal activities:	<p>The Guarantor is a highly diversified international financial group, with strengths in the traditional banking businesses of retail banking, asset management, private banking and wholesale banking. It also has some investments in some of Spain's leading companies. Set forth below are the Group's current seven operating segments:</p> <ul style="list-style-type: none"> • Banking activity in Spain • Non Core Activity in Spain • Turkey • Rest of Eurasia • Mexico • South America • The United States <p>In addition to the operating segments referred to above, the Group has a Corporate Center which includes those items that have not been allocated to an operating segment. It includes the Group's general management functions, including: costs from central units that have a strictly corporate function; management of structural exchange rate positions carried out by the Financial Planning unit; specific issues of capital instruments to ensure adequate management of the Group's overall capital position; proprietary portfolios such as industrial holdings and their corresponding results; certain tax assets and liabilities; provisions related to commitments with pensioners; and goodwill and other intangibles.</p>
B.19 (B.16)	Controlling shareholders:	The Guarantor is not aware of any shareholder or group of connected shareholders who directly or indirectly control the Guarantor.
B.19 (B.17)	Credit ratings:	The Guarantor has been rated "A-" by Fitch on 15th December 2016, "Baa1" by Moody's on 13th December 2016 and "BBB+" by S&P on 3 April 2017. A security rating is not a recommendation to buy, sell or hold securities and may be subject to suspension, reduction or withdrawal at any time by the assigning rating agency.

Section C – Securities

Element	Title	
C.1	Description of Notes/ISIN:	<p>The Notes described in this section are debt securities with a denomination of less than €100,000 (or its equivalent in any other currency).</p> <p>Title of Notes: EUR 2,375,000 Fixed to Floating Credit Linked Notes due 2024</p> <p>Series Number: 115</p> <p>Tranche Number: 1</p> <p>ISIN Code: ES0205067319</p>
C.2	Currency:	The specified currency of this Series of Notes is Euro (“EUR”)
C.5	Restrictions on transferability:	There are no restrictions on the free transferability of the Notes. However, selling restrictions apply to offers, sales or transfers of the Notes under the applicable laws in various jurisdictions. A purchaser of the Notes is required to make certain agreements and representations as a condition to purchasing the Notes.
C.8	Rights attached to the Notes, including ranking and limitations on those rights:	<p><i>Status of the Notes and the Guarantee</i></p> <p>The Notes will constitute direct, unconditional, unsecured and unsubordinated and will rank <i>pari passu</i> among themselves, with all other outstanding unsecured and unsubordinated obligations of the Issuer present and future, but, in the event of insolvency, only to the extent permitted by applicable laws relating to creditor's rights.</p> <p>The Notes will have the benefit of an unconditional and irrevocable guarantee by the Guarantor. Such obligations of the Guarantor pursuant to the Guarantee will constitute direct, unconditional and unsecured obligations of the Guarantor and rank <i>pari passu</i> with all other unsecured and unsubordinated obligations of the Guarantor.</p> <p><i>Negative pledge</i></p> <p>The Notes do not have the benefit of a negative pledge.</p> <p><i>Events of default</i></p> <p>The terms of the Notes will contain, amongst others, the following events of default:</p> <p>(a) default in payment of any principal or interest due in respect of the Notes, continuing for a specified period of time;</p> <p>(b) non-performance or non-observance by the Issuer or the Guarantor of any of their respective other obligations under the conditions of the Notes or the Guarantee, continuing for a specified period of time;</p>

		<p>(c) non-payment or cross acceleration of any capital market indebtedness of the Issuer where the nominal amount of such indebtedness is in excess of US\$50,000,000 (or equivalent in another currency) or any guarantee by the Issuer or the Guarantor of any capital market indebtedness which, in respect of the latter, is continuing for a specified period of time;</p> <p>(d) events relating to the insolvency or winding up of the Issuer or the Guarantor; and</p> <p>(e) the Guarantee ceases to be, or is claimed by the Guarantor to be, in full force and effect.</p>
C.9	Payment Features:	<p>Issue Price: 100 per cent. of the aggregate nominal amount</p> <p>Issue Date: 11 August 2017</p> <p>Calculation Amount: EUR 25,000</p> <p>Early Redemption Amount: The fair market value of the Notes less associated costs.</p> <p>Interest</p> <p>Fixed Rate. The Notes bear interest from their date of issue at the fixed rate of 3.25 per cent. per annum . Interest will be paid quarterly in arrear on 10 January, 10 April, 10 July and 10 October in each year from and including 10 October 2017 (short first coupon) to and including 10 July 2019 subject to adjustment for non-business days and to the Credit Linked provisions described below. The first fixed interest payment will be made on 10 October 2017.</p> <p>Floating Rate. The Notes bear interest from 10 July 2019 at floating rates calculated by reference to 3 month EURIBOR plus a margin of 2.80 per cent. Interest will be paid quarterly in arrear on 10 January, 10 April, 10 July and 10 October in each year from and including 10 October 2019 to and including the Scheduled Maturity Date., subject to adjustment for non-business days and to the Credit Linked Conditions. The first floating interest payment will be made on 10 October 2019.</p> <p>Final Redemption</p> <p>Subject to any prior purchase and cancellation or early redemption, each Note will be redeemed on the Maturity Date specified in Element C.16 (“Expiration or maturity date of the Notes”) below at par, subject to the Credit Linked provisions described below.</p> <p>Subject to the Credit Linked provisions described below</p> <p>Credit Linked Notes</p> <p>The Notes are Single Reference Entity Credit Linked Notes and the Issuer will redeem the Notes and pay interest as provided above, subject to the credit linked provisions below.</p> <p>If a Credit Event (as being set out in the Physical Settlement Matrix, occurs in respect of the Reference Entity (being Fiat Chrysler Automobiles NV or any successor(s)), the Calculation Agent may determine that a Credit Event Determination Date has occurred. In this case the Notes will be settled as described below:</p> <p>The Issuer will then pay the Credit Event Redemption Amount in respect of each Note on the Credit Event Redemption Date and interest shall be payable as described in C.10</p>



		<p>below.</p> <p>Where:</p> <p>"Credit Event Redemption Amount" means:</p> <p>an amount equal to each Note's <i>pro rata</i> share of:</p> $(RENA \times FP) - UC$ <p>where:</p> <p>"Recovery Price" means the recovery amount (expressed as a percentage) determined by the Calculation Agent in respect of obligations of the relevant Reference Entity. Such price will be determined by reference to an auction settlement procedure organised by the ISDA, the International Swaps and Derivatives Association, Inc. or failing that dealer quotes obtained by the Calculation Agent..</p> <p>"RENA" is the Reference Entity notional amount;</p> <p>"FP" is the Recovery Price</p> <p>"UC" is Unwind Costs; and</p> <p>"Credit Event Redemption Date" means :</p> <p>(a) three Business Days after (i) the calculation of the Final Price or (ii) the auction settlement date as applicable; or</p> <p>(b) if later, the Maturity Date determined pursuant to the Credit Linked Conditions</p> <p>Meetings of Noteholders to consider matters affecting their interests shall be convened by the Issuer after requirement in writing by Noteholders not less than 10 per cent. of the nominal amount of the Notes for the time being outstanding.</p>
C.10	Derivative component in the interest payments:	<p>Interest is payable on the Notes on the basis set out in C.9 (Paymet Features)</p> <p>Worst Case Scenario: In a worst case scenario the interest amount payable per Note at the Maturity Date will be Zero.</p> <p>If a Credit Event occurs, the Notes shall cease to bear interest from the Interest Payment Date immediately preceding the Credit Event Determination Date (or no interest shall be paid at all if a credit event occurs prior to the first interest payment date).</p>
C.11	Listing and admission to trading:	<p>Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the regulated market of AIAF Mercado de Renta Fija</p>
C.15	Description of how the value of the Note is affected by the value of the underlying	<p>The Interest amounts and the Final Redemption Amount (in each case, if any) payable in respect of the Notes is calculated by reference to the relevant underlying set out in Element C.20 (<i>A description of the type of the underlying and where the information of the underlying can be found</i>) below.</p> <p>Please also see Element C.9 (Payment Features) and Element C.10 (Derivative component in the interest payment)</p>

	asset:	<p>These Notes are derivative securities and their value may go down as well as up.</p> <p>Provided that a credit event determination date has not occurred in respect of the Reference Entity, the Issuer shall redeem each Credit Linked Note on the Maturity Date by payment of the Final Redemption Amount. If a Credit Event occurs, principal is at risk and the Notes shall be redeemed at the Credit Event Redemption Amount on the Maturity Date, the Issuer shall redeem each Credit Linked Note as set out in Element C.9 (Payment Features). Also, the Notes shall cease to bear interest from the Interest Payment Date immediately preceding the credit event determination date (or no interest shall be paid at all if a credit event occurs prior to the first interest payment date).</p>
C.16	Expiration or maturity date of the Notes:	The Maturity Date of the Notes is 10 July 2024, subject to adjustment
C.17	Settlement procedure of derivative securities:	The Notes will be settled on the applicable Maturity Date at the relevant amount per Note.
C.18	Return on derivative securities:	<p>For variable interest Notes, the return is illustrated in Element C.10 (<i>Derivative components in the interest payments</i>) above</p> <p>For variable redemption Notes, the return is illustrated in Element C.9 (<i>Payment Features</i>) above.</p>
C.19	Exercise price/final reference price of the underlying:	The Notes are Credit Linked Notes
C.20	A description of the type of the underlying and where the information of the underlying can be found:	<p>The underlying is the credit of a specified entity:</p> <p>Fiat Chrysler Automobiles NV</p> <p>Information in relation to the Reference Entity (or its successor) can be found at information providers such as Bloomberg (Bloomberg Page: FCA IM <Equity>), reports from credit rating agencies such as Fitch, Inc (www.fitchratings.com), Standard & Poor's Financial Services LLC (a subsidiary of The McGraw-Hill Companies, Inc) (www.standardandpoors.com) or Moody's Investors Services (www.moody.com) and the website of the Reference Entity (or any successor website).</p>

Section D – Risks

Element	Title
---------	-------

D.2**Key risks regarding the Issuer and the Guarantor:**

In purchasing Notes, investors assume the risk that the Issuer and the Guarantor may become insolvent or otherwise be unable to make all payments due in respect of the Notes. There is a wide range of factors which individually or together could result in the Issuer and the Guarantor becoming unable to make all payments due in respect of the Notes. It is not possible to identify all such factors or to determine which factors are most likely to occur, as the Issuer and the Guarantor may not be aware of all relevant factors and certain factors which they currently deem not to be material may become material as a result of the occurrence of events outside the Issuer's and the Guarantor's control.

The Issuer and the Guarantor have identified a number of factors which could materially adversely affect their businesses and ability to make payments due under the Notes. These factors include:

Risk Factors relating to the Issuer

- Issuer's dependence on the Guarantor to make payments on the Notes.
- Certain considerations in relation to the forum upon insolvency of the Issuer.

Factors that may affect the Guarantor's ability to fulfil its obligations under the Guarantee**Macroeconomic Risks**

- Economic conditions in the countries where the Group operates could have a material adverse effect on the Group's business, financial condition and results of operations.
- Since the Group's loan portfolio is highly concentrated in Spain, adverse changes affecting the Spanish economy could have a material adverse effect on its financial condition.
- Any decline in the Kingdom of Spain's sovereign credit ratings could adversely affect the Group's business, financial condition and results of operations.
- The Group may be materially adversely affected by developments in the emerging markets where it operates.
- The Group's earnings and financial condition have been, and its future earnings and financial condition may continue to be, materially affected by depressed asset valuations resulting from poor market conditions.
- Exposure to the real estate market makes the Group vulnerable to developments in this market.

Legal, Regulatory and Compliance Risks

- The Group is subject to substantial regulation and regulatory and governmental oversight. Adverse regulatory developments or changes in government policy could have a material adverse effect on its business, results of operations and financial condition.

- Increasingly onerous capital requirements may have a material adverse effect on BBVA's business, financial condition and results of operations.
- The G-SIB Buffer applies to those institutions included in the list of global systemically important banks ("G-SIBs"), which is updated annually by the Financial Stability Board (the "FSB"). BBVA has been excluded from this list with effect from 1st January 2017 and so, unless otherwise indicated by the FSB (or the Bank of Spain) in the future, it will not be required to maintain a G-SIB buffer any longer.
- Bail-in and write-down powers under the BRRD may adversely affect BBVA's business and the value of any Notes it may issue.
- Any failure by BBVA and/or the Group to comply with its minimum requirement for own funds and eligible liabilities (MREL) could have a material adverse effect on BBVA's business, financial condition and results of operations.
- Increased taxation and other burdens imposed on the financial sector may have a material adverse effect on BBVA's business, financial condition and results of operations.
- Contributions for assisting in the future recovery and resolution of the Spanish banking sector may have a material adverse effect on BBVA's business, financial condition and results of operations.
- Regulatory developments related to the EU fiscal and banking union may have a material adverse effect on BBVA's business, financial condition and results of operations.
- The Group's anti-money laundering and anti-terrorism policies may be circumvented or otherwise not be sufficient to prevent all money laundering or terrorism financing. Regulatory developments related to the EU fiscal and banking union may have a material adverse effect on BBVA's business, financial condition and results of operations.
- The Group is exposed to risks in relation to compliance with anti-corruption laws and regulations and economic sanctions programmes
- Local regulation may have a material effect on the Guarantor's business, financial condition, results of operations and cash flows.

Liquidity and Financial Risks

- BBVA has a continuous demand for liquidity to fund its business activities. BBVA may suffer during periods of market-wide or firm-specific liquidity constraints, and liquidity may not be available to it even if its underlying business remains strong.
- Withdrawals of deposits or other sources of liquidity may make it more difficult or costly for the Group to fund its business on favourable terms or cause the Group to take other actions.

- Implementation of internationally accepted liquidity ratios might require changes in business practices that affect the profitability of BBVA's business activities.
- The Group's businesses are subject to inherent risks concerning borrower and counterparty credit quality which have affected and are expected to continue to affect the recoverability and value of assets on the Group's balance sheet
- The Group's business is particularly vulnerable to volatility in interest rates.
- The Group has a substantial amount of commitments with personnel considered wholly unfunded due to the absence of qualifying plan assets.
- BBVA is dependent on its credit ratings and any reduction of its credit ratings could materially and adversely affect the Group's business, financial condition and results of operations.
- Highly-indebted households and corporations could endanger the Group's asset quality and future revenues.
- The Group depends in part upon dividends and other funds from subsidiaries.

Business and Industry Risks

- The Group faces increasing competition in its business lines.
- The Group faces risks related to its acquisitions and divestitures.
- The Group is party to lawsuits, tax claims and other legal proceedings.
- The Group's ability to maintain its competitive position depends significantly on its international operations, which expose the Group to foreign exchange, political and other risks in the countries in which it operates, which could cause an adverse effect on its business, financial condition and results of operations.

Financial and Risk Reporting

- Weaknesses or failures in the Group's internal processes, systems and security could materially adversely affect its results of operations, financial condition or prospects, and could result in reputational damage.
- The financial industry is increasingly dependent on information technology systems, which may fail, may not be adequate for the tasks at hand or may no longer be available.
- BBVA's financial statements are based in part on assumptions and estimates which, if inaccurate, could cause material misstatement of the results of its operations and financial position.

		<ul style="list-style-type: none"> • Implementation of internationally accepted liquidity ratios might require changes in business practices that affect the profitability of BBVA's business activities. • The Group's businesses are subject to inherent risks concerning borrower and counterparty credit quality which have affected and are expected to continue to affect the recoverability and value of assets on the Group's balance sheet • The Group's business is particularly vulnerable to volatility in interest rates. • The Group has a substantial amount of commitments with personnel considered wholly unfunded due to the absence of qualifying plan assets. • BBVA is dependent on its credit ratings and any reduction of its credit ratings could materially and adversely affect the Group's business, financial condition and results of operations. • Highly-indebted households and corporations could endanger the Group's asset quality and future revenues. • The Group depends in part upon dividends and other funds from subsidiaries. <p>Business and Industry Risks</p> <ul style="list-style-type: none"> • The Group faces increasing competition in its business lines. • The Group faces risks related to its acquisitions and divestitures. • The Group is party to lawsuits, tax claims and other legal proceedings. • The Group's ability to maintain its competitive position depends significantly on its international operations, which expose the Group to foreign exchange, political and other risks in the countries in which it operates, which could cause an adverse effect on its business, financial condition and results of operations. <p>Financial and Risk Reporting</p> <ul style="list-style-type: none"> • Weaknesses or failures in the Group's internal processes, systems and security could materially adversely affect its results of operations, financial condition or prospects, and could result in reputational damage. • The financial industry is increasingly dependent on information technology systems, which may fail, may not be adequate for the tasks at hand or may no longer be available. • BBVA's financial statements are based in part on assumptions and estimates which, if inaccurate, could cause material misstatement of the results of its operations and financial position.
D.3	Key risks regarding the	There are a number of risks associated with an investment in the Notes. These risks depend on the type of Notes and may include:

Notes:**Risks relating to the Notes**

- The Notes are unsecured obligations of the Issuer and the Guarantor.
- The Notes may be subject to the exercise of the Spanish Bail-in Power by the Relevant Spanish Resolution Authority. Other powers contained in Law 11/2015 could materially affect the rights of the Noteholders under, and the value of, any Notes
- Noteholders may not be able to exercise their rights in the event of the adoption of any early intervention or resolution measure under Law 11/2015.
- Any failure by BBVA and/or the Group to comply with its minimum requirement for own funds and eligible liabilities (MREL) could have a material adverse effect on BBVA's business, financial condition and results of operations.
- Contributions for assisting in the future recovery and resolution of the Spanish banking sector may have a material adverse effect on the Issuer's business, financial condition and results of operations.
- Under the terms of the Notes, Noteholders have agreed to be bound by the exercise of any Spanish Bail-in Power by
- Claims of Holders under the Notes are effectively junior to those of certain other creditors
- Notes may be redeemed prior to their scheduled maturity
- The conditions of the Notes contain provisions which may permit their modification without the consent of all investors.
- The Issuer of the Notes may be substituted without the consent of the Noteholders.
- The Guarantor of the Notes may be substituted without the consent of the Noteholders.
- The Issue Price of the Notes may be more than the market value of such Notes as at the Issue Date and the price of the Notes in the secondary market.
- Credit ratings assigned to the Issuer, the Guarantor or any Notes may not reflect all the risks associated with an investment in those Notes.
- Change in Spanish and English law or administrative practice that could materially adversely impact the value of any Notes affected by it.
- Eurosystem eligibility does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times during their life.
- U.S. Foreign Account Tax Compliance Withholding new reporting regime.
- Hiring Incentives to Restore Employment Act withholding may affect payments on the Notes.



- Spanish Tax Rules, withholding tax in certain circumstances (subject to certain exceptions) and neither the Issuer nor the Guarantor is obliged to pay additional amounts in such event.
- Notes originally registered with the entities that manage clearing systems located in Spain
- Meetings of Noteholders, modification and waiver.
- Withholding under the EU Savings Directive.

Risks relating to the structure of particular Notes

- Investors may lose the original invested amount.
- The relevant market value of the Notes at any time is dependent on other matters in addition to the credit risk of the Issuer and Guarantor and the performance of the relevant Reference Item(s).
- If an investor holds Notes which are not denominated in the investor's home currency, that investor will be exposed to movements in exchange rates adversely affecting the value of its holding. In addition, the imposition of exchange controls in relation to any Notes could result in an investor not receiving payments on those Notes.
- The value of Fixed Rate Notes may be adversely affected by movements in market interest rates.
- There are specific risks with regard to Floating Rate Notes.
- There may be risks associated with any hedging transactions the Issuer enters into.
- There may be risks associated with any hedging transactions the Issuer enters into.
- There are risks related to Implicit Yield Notes.

Generic Risk Factors that are associated with Notes that are linked to Reference Item(s).

- There are risks relating to Reference Item Linked Notes.
- It may not be possible to use the Notes as a perfect hedge against the market risk associated with investing in a Reference Item.
- There may be regulatory consequences to the Noteholder of holding Reference Item Linked Notes.
- There are specific risks with regard to Notes with a combination of Reference Items

		<ul style="list-style-type: none"> The past performance of a Reference Item is not indicative of future performance. <p>There are a number of risks associated with Notes that are linked to one or more specific types of Reference Items.</p> <ul style="list-style-type: none"> There are risks specific relating to Credit Linked Notes. <p>Market Factors</p> <ul style="list-style-type: none"> An active secondary market in respect of the Notes may never be established or may be illiquid and this would adversely affect the value at which an investor could sell his Notes. There may be price discrepancies with respect to the Notes as between various dealers or other purchasers in the secondary market. <p>Potential Conflicts of Interest</p> <ul style="list-style-type: none"> The Issuer, the Guarantor and their respective affiliates may take positions in or deal with Reference Item(s). The Calculation Agent, which will generally be the Guarantor or an affiliate of the Guarantor, has broad discretionary powers which may not take into account the interests of the Noteholders. Potential conflicts of interest relating to distributors or other entities involved in the offer or listing of the Notes.
D.6	Risk warning:	<p>See D.3 ("Key risks regarding the Notes") above.</p> <p>Investors may lose the entire value of their investment or part of it in the event of the insolvency of the Issuer or if it is otherwise unable or unwilling to repay the Notes when repayment falls due or as a result of the performance of the relevant Reference Item(s).</p>

Section E – Offer

Element	Title	
E.2b	Use of proceeds:	The net proceeds from each issue of Notes will in accordance with Law 10/2014 of June 26 be invested on a permanent basis with the Guarantor and will be used for the Group's general Corporate purposes, which include making a process, as specified in the Final Terms. A substantial portion of the process from the issue of Notes may be used to hedge market risk with respect to such Notes.
E.3	Terms and conditions of the offer:	Not Applicable
E.4	Interest of natural and legal persons involved in the	The relevant Dealers may be paid fees in relation to any issue of Notes under the Programme. Any such Dealer and its affiliates may also have engaged, and may in the future engage, in investment banking and/or commercial banking transactions with, and may perform other services for, the Issuer and the Guarantor and their affiliates in

	issue/offer:	<p>the ordinary course of business.</p> <p>A fee has been paid by the Dealer to a third party distributor. For specific and detailed information on the nature and quantity of such fee, the investor should contact the distributor in respect of the Notes.</p>
E.7	Expenses charged to the investor by the Issuer:	<p>It is not anticipated that the Issuer will charge any expenses to investors in connection with any issue of Notes under the Programme. Other Authorised Offerors (as defined above) may, however, charge expenses to investors. Such expenses (if any) will be determined on a case by case basis.</p> <p>No expenses are being charged to an investor by the Issuer.</p>