

Final Terms dated 30 September 2016

BNP PARIBAS FORTIS FUNDING

(incorporated as a société anonyme under the laws of the Grand Duchy of Luxembourg, having its registered office at 19, rue Eugène Ruppert, L-2453 Luxembourg, Grand Duchy of Luxembourg and registered with the Registry of Commerce and Companies of Luxembourg under No. B 24.784)

Issue of Minimum NOK 10,000,000 and maximum NOK 900,000,000 Fixed Rate Notes due November 2022

Guaranteed by BNP PARIBAS FORTIS SA/NV under the Euro Medium Term Note Programme

PART A– CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Base Prospectus dated 13 June 2016 and any supplements thereto (copies of which are available as described below) which together constitute a base prospectus for the purposes of the Prospectus Directive (the "**Base Prospectus**"). This document constitutes the Final Terms relating to the issue of Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Base Prospectus. Full information on the Issuer and the offer of Notes described herein is only available on the basis of a combination of these Final Terms and the Base Prospectus. A summary (which comprises the summary in the Base Prospectus as amended to reflect the provisions of these Final Terms) is annexed to these Final Terms. The Base Prospectus (including the supplements thereto) is available for viewing at the website of the Luxembourg Stock Exchange (www.bourse.lu) and on the website of the Issuer (www.bp2f.lu) and copies may be obtained from BNP Paribas Fortis Funding at 19, rue Eugène Ruppert, L-2453 Luxembourg, Grand Duchy of Luxembourg and BNP Paribas Fortis SA/NV at Montagne du Parc 3, B-1000 Brussels and from the Fiscal Agent, BNP Paribas Securities Services, Luxembourg Branch at 60, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg.

The expression "**Prospectus Directive**" means Directive 2003/71/EC (as amended, including by Directive 2010/73/EU), and includes any relevant implementing measure in a Relevant Member State of the European Economic Area.

As the Notes are listed on the official list and admitted to trading on the Bourse de Luxembourg, which is the regulated market of the Luxembourg Stock Exchange ("**Luxembourg Regulated Market**"), this Final Terms will be published on the website of the Luxembourg Stock Exchange (www.bourse.lu) and copies may be obtained from the registered office of BNP Paribas Securities Services, Luxembourg Branch as Principal Paying Agent and Luxembourg Listing Agent at 60, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg.

The Issuer will also make the applicable Final Terms available at www.bnpparibasfortis.be.

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| 1. | (a) | Series Number: | 898 |
| | (b) | Tranche Number: | 1 |
| | (c) | Date on which the Notes will be consolidated and form a single Series: | Not Applicable |

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| 2. | (a) | Specified Currency | Norwegian Crown (“NOK”) |
| | (b) | Settlement Currency: | Norwegian Crown (“NOK”) |
| 3. | | Form: | Bearer Notes |
| 4. | | Aggregate Principal Amount: | |
| | (a) | Series: | Minimum NOK 10,000,000 and maximum NOK 900,000,000 |
| | (b) | Tranche: | Minimum NOK 10,000,000 and maximum NOK 900,000,000 |
| 5. | | Issue Price: | 101.875 per cent. of the Aggregate Principal Amount of the Tranche |
| 6. | | Specified Denominations: | |
| | (a) | Specified Denomination(s): | NOK 10,000 |
| | (b) | Calculation Amount: | NOK 10,000 |
| | (c) | Minimum Trading Size: | NOK 10,000 |
| | (d) | Minimum Subscription Amount | NOK 10,000 |
| 7. | (a) | Issue Date: | 14 November 2016 |
| | (b) | Interest Commencement Date: | Issue Date |
| 8. | | Maturity Date: | 14 November 2022, subject to adjustment in accordance with the Following Business Day Convention. |
| 9. | | Interest Basis: | 1.90 per cent. Fixed Rate |
| 10. | | Redemption Amount: | 100 per cent. of its principal amount |
| 11. | | Change of Interest: | Not Applicable |
| 12. | | Terms of redemption at the option of the Issuer/Noteholders or other Issuer's/Noteholders' option: | Not Applicable |
| 13. | (a) | Status of the Notes: | Senior |
| | (b) | Status of the Guarantee | Senior |
| 14. | | Calculation Agent responsible for calculating interest and/or redemption amounts due: | BNP Paribas Fortis SA/NV |
| 15. | | Knock-in Event: | Not Applicable |

16. Knock-out Event: Not Applicable

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

17. **General Interest Provisions:**

- (a) Interest Payment Date(s)/Specified Period: 14 November in each year adjusted in accordance with the Business Day Convention set out in (d) below for the purpose of payment only.
- (b) Interest Period Dates(s): 14 November in each year adjusted in accordance with the Business Day Convention set out in (d) below for the purpose of payment only, commencing on 14 November 2017 and ending on 14 November 2022.
- (c) Day Count Fraction: Actual/Actual (ICMA), unadjusted
- (d) Business Day Convention: Following Business Day Convention
- (e) Interest Accrual Period: The definition specified in the Conditions shall apply
- (f) Minimum Interest Rate: Not Applicable
- (g) Maximum Interest Rate: Not Applicable
- (h) Accrual to Redemption: Not Applicable
- (i) Interest Rate: Fixed Rate – see item 18 below

18. **Fixed Rate Note Provisions** Applicable

- (a) Interest Rate: 1.90 per cent. per annum payable annually in arrear on each Interest Payment Date.
- (b) Fixed Coupon Amount(s): NOK 190 per Calculation Amount
- (c) Broken Amount(s): Not Applicable

19. **Floating Rate Note Provisions** Not Applicable

20. **Zero Coupon Note Provisions** Not Applicable

21. **Inflation Index-Linked Interest Note Provisions** Not Applicable

22. **Foreign Exchange (FX) Rate-Linked Interest Note Provisions** Not Applicable

23. **Underlying Interest Rate-Linked Note Provisions** Not Applicable

PROVISIONS RELATING TO REDEMPTION

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| 24. | Redemption at the option of the Issuer or other Issuer's option (pursuant to Condition 5.5) | Not Applicable |
| 25. | Redemption at the option of the Noteholder or other Noteholder's option (pursuant to Condition 5.6) | Not Applicable |
| 26. | Final Redemption Amount of each Note | Calculation Amount x 100 per cent. per Calculation Amount. |
| | Final Payout: | Not Applicable |
| 27. | Automatic Early Redemption | Not Applicable |
| 28. | Inflation Index-Linked Redemption Notes: | Not Applicable |
| 29. | Foreign Exchange (FX) Rate-Linked Redemption Notes: | Not Applicable |
| 30. | Underlying Interest Rate-Linked Redemption Notes: | Not Applicable |
| 31. | Early Redemption Amount | |
| | (a) Early redemption for taxation reasons (pursuant to Condition 5.2): | Not Applicable |
| | (b) Early redemption on event of default (pursuant to Condition 9.1): | Applicable |
| | (i) Early Redemption Amount of each Note payable on early redemption: | 100 per cent. of its principal amount |
| | (ii) Minimum notice period: | 5 calendar days |
| | (iii) Maximum notice period: | none |
| | (c) Early redemption for illegality and force majeure pursuant to Condition 5.7): | Applicable |
| | Early Redemption Amount of each Note payable on redemption for illegality: | 100 per cent. of its principal amount |
| | (d) Early redemption following a Capital Disqualification Event (pursuant to Condition 5.10) : | Not Applicable |
| 32. | Instalment Date(s) (if applicable): | Not Applicable |

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| 33. | Instalment Amount(s) (if applicable): | Not Applicable |
| 34. | Unmatured Coupons to become void upon early redemption: | Unmatured Coupons will become void upon the due date for redemption. |

GENERAL PROVISIONS APPLICABLE TO THE NOTES

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| 35. | Form of Notes: | Bearer Notes: Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes in the limited circumstances specified in the Permanent Global Note. |
| 36. | New Global Note: | Applicable |
| 37. | Business Day Jurisdictions for Condition 6.7 and any special provisions relating to payment dates: | Oslo, Brussels and Target2 Settlement Day. |
| 38. | Talons to be attached to Notes and, if applicable, the number of Interest Payment Dates between the maturity of each Talon: | No |
| 39. | Details relating to Redemption by Instalments: amount of each instalment, date on which each payment is to be made: | Not Applicable |
| 40. | Exchange of Permanent Global Note for Definitive Notes at the request of the holder at the expense of: | The Noteholder if permitted by applicable law |
| 41. | Taxation: | The provisions of Condition 7 do not apply. |

Signed on behalf of the Issuer:

By:

By:

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

- (a) Listing and admission to trading: Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to listing on the official list and to trading on the regulated market of the Luxembourg Stock Exchange with effect from 14 November 2016.
- (b) Estimates of total expenses related to admission to trading: Minimum EUR 2,290 for a Principal Amount of NOK 10,000,000.

2. RATINGS

- Ratings: S & P: A (Stable Outlook)
- Moody's: A2 (Stable Outlook)
- Fitch: A+ (Stable Outlook)

Each of S&P, Moody's and Fitch is established and operating in the European Community and registered under the CRA Regulation, as set out within the list of registered CRAs by ESMA (<http://esma.europa.eu/page/List-registered-and-certified-CRAs>).

For the purposes of the above, "**S&P**" means Standard & Poor's Ratings Services, a Division of the McGraw Hill Companies Inc., "**Moody's**" means Moody's Investors Service Limited, "**Fitch**" means Fitch Ratings Ltd, and "**CRA Regulation**" means Regulation (EC) No 1060/2009 of the European Parliament and of the Council of 16 September 2009 on credit rating agencies

The above mentioned ratings are the credit ratings assigned to the Programme: Yes

The above mentioned ratings are specific credit ratings only assigned to this Tranche of Notes: No

3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE OFFER

Save for any fees payable to the Dealers, so far as the Issuer and the Guarantor are aware, no person involved in the offer of the Notes has an interest material to the offer.

4. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES

- (a) Reasons for the offer: The net proceeds from the issue of the Notes will be lent to the Guarantor, to be used by the Guarantor for

its general corporate purposes.

- (b) Estimated net proceeds: 100 per cent. of the Principal Amount of Tranche
- (c) Estimated total expenses: Minimum EUR 2,640 for a Principal Amount of minimum NOK 10,000,000 to be paid by the Issuer.

5. Fixed Rate Notes only — YIELD

Indication of yield: 1.57 per cent. (gross)

6. Floating Rate Notes and Underlying Interest Rate-Linked Notes — HISTORIC INTEREST RATES

Not Applicable

7. PERFORMANCE OF RATES OF EXCHANGE/INFLATION INDEX/FOREIGN EXCHANGE (FX) RATE – EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING

Not applicable

8. DISTRIBUTION

- (a) If syndicated, names and addresses of Dealers/Managers and underwriting commitments: Non-syndicated
- (b) Date of Subscription Agreement: Not Applicable
- (c) Stabilisation Manager (if any): Not Applicable
- (d) If non-syndicated, name and address of relevant Dealer: BNP Paribas Fortis SA/NV
Montagne du Parc, 3
B-1000 Brussels
- (e) Total commission and concession: Commissions borne by the investor:

Placement commission of 1.875% borne by the investor who is not a Qualified Investor (as defined under item 11(a) of Part B), not recurring, included in the Issue Price and thus payable in advance by the investor (private individual) to the Issuer who will retrocede this commission to BNP Paribas Fortis (in its capacity as distributor) on the Issue Date.
- (f) Reg. S Compliance Category and whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable: Reg. S Compliance Category 2; TEFRA D
- (g) Non-exempt Offer where there is no exemption from the obligation under the Prospectus Directive to publish a Applicable

Prospectus:

Non-exempt Offer Jurisdictions: Belgium, Luxembourg, France and the Netherlands.

Offer Period 1 October 2016 at 9.00 am CET until 31 October 2016 at 4.00 pm CET (the "Offer Period")

Financial intermediaries granted specific consent to use the Base Prospectus in accordance with the conditions in it: Not Applicable

General Consent: Applicable

Other Authorised Offeror Terms: Not Applicable

(h) Selling and transfer restrictions for X/N Notes: Not Applicable

9. OPERATIONAL INFORMATION

(a) ISIN: XS1485720541

(b) Common Code: 148572054

(c) Intended to be held in a manner which would allow Eurosystem eligibility: No. Whilst the designation is specified as "no" at the date of these Final Terms, should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting them the Notes may then be deposited with one of the ICSDs as common safekeeper. Note that this does not necessarily mean that the Notes will then be recognised as eligible collateral for Eurosystem monetary policy and intra day credit operations by the Eurosystem at any time during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.

(d) X/N Note intended to be held in a manner which would allow Eurosystem eligibility: Not Applicable

(e) Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): Not Applicable

(f) Delivery: Delivery against payment

(g) Principal Paying Agent: Fiscal Agent

(h) Names and addresses of additional Paying Agent(s) (if any), including any required Paying Agent in: Not Applicable

France:

- (i) Name and address of Calculation Agent: BNP Paribas Fortis SA/NV
3 Montagne du Parc
B-1000 Brussels
- (j) Total amount of the offer: Minimum NOK 10,000,000 and maximum NOK 900,000,000.

The Issuer will, as soon as reasonably practicable after the end of the Offer Period, publish a notification on the website of the Luxembourg Stock Exchange (www.bourse.lu) setting out the total amount of the offer in respect of each Series of Notes in accordance with Article 8 of the Prospectus Directive.

- (k) Deemed delivery of clearing system notices: Any notice delivered to Noteholders through the clearing systems would be deemed to have been given on the day after the day on which it was given to Euroclear and Clearstream, Luxembourg.
- (l) Names and addresses of any relevant Listing Agents: BNP Paribas Securities Services, Luxembourg Branch at 60, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

10. TERMS AND CONDITIONS OF THE OFFER Applicable

- (a) Offer Price: The issuer has offered the Notes to the Dealer at the initial value price of 101.875% less a total commission of 1.875% that will be borne by the investors who are not Qualified Investors.

“Qualified Investors” shall mean investors who are professional clients (client professionnel/professionele cliënt) or eligible counterparty (contrepartie éligible/in aanmerking komende tegenpartij) as defined in the Belgian Prospectus Law of 16 June 2006 as amended from time to time.

The Qualified Investors may borne a lower commission depending on (i) the evolution of the credit quality of the Issuer (credit spread), (ii) the evolution of interest rates, (iii) the success (or lack of success) of the placement of the Notes, and (iv) the amount of Notes purchased by an investor, each as determined by the Authorized Offerors in their sole discretion.

- (b) Conditions to which the offer is subject: The Issuer reserves the right to withdraw the present offer, if the minimum amount is not placed or if there are market or other disruptions not enabling a

smooth settlement of the Notes, as determined by the Issuer.

- (c) Description of the application process: An offer to the public will be made in Belgium, Luxembourg, France and the Netherlands from (and including) 1 September 2016 at 9.00 am CET to (and including) 30 September 2016 at 4.00 pm CET subject to any early closing of the Offer Period.
- (d) Description of possibility to reduce subscriptions and manner for refunding excess amount paid by applicants: In case of early termination of the Offer Period due to oversubscription or to changes in market conditions as determined by the Dealer or the Issuer in its sole discretion, allotment of the Notes will be made based on objective allotment criteria according to which the subscriptions will be served in the chronological order of their receipt by the Dealer and, if required, the last subscriptions will be reduced proportionately in order to correspond with the total amount of Notes that will be issued. Any payments made in connection with the subscription of Notes and not allotted will be redeemed within 7 Brussels Business Days (i.e., days on which banks are open for general business in Brussels) after the date of payment and the holders thereof shall not be entitled to any interest in respect of such payments.
- By subscribing to or otherwise acquiring the Notes, the holders of the Notes are deemed to have knowledge of all the Terms and Conditions of the Notes and to accept the said Terms and Conditions.
- (e) Details of the minimum and/or maximum amount of application: Total amount of the offer:
Minimum NOK 10,000,000 and maximum NOK 900,000,000 based on the need of the Issuer and on the demand from the investors.
Minimum subscription amount per investor: NOK 10,000.
- (f) Details of the method and time limits for paying up and delivering the Notes: The Notes will be issued on the Issue Date against payment to the Issuer of the net subscription moneys. Investors will be notified by the relevant Authorised Offeror of their allocations of Notes and the settlement arrangements in respect thereof.
- (g) Manner in and date on which results of the offer are to be made to the public: The results of the offer of the Notes will be published as soon as possible on the website www.bnpparibasfortis.be/emissions
- (h) Procedure for exercise of any right of pre-emption, negotiability of subscription rights and treatment of subscription rights not exercised: Not Applicable

- (i) Whether tranche(s) have been reserved for certain countries: Not Applicable
- (j) Process for notification to applicants of the amount allotted and the indication whether dealing may begin before notification is made; The Noteholders will be directly notified of the number of Notes which has been allotted to them as soon as possible after the Issue Date (See also above the manner and date in which results of the offer are to be made public).
- No dealings in the Notes on a regulated market for the purposes of the Markets in Financial Instruments Directive 2004/39/EC may take place prior to the Issue Date.
- (k) Amount of any expenses and taxes specifically charged to the subscriber or purchaser: A. Placement, selling and distribution commissions
- (i) Placement commission: see Part B item 9.
- (ii) The subscribers who are Qualified Investors may bear (if any) a selling and distribution commission included in the Offer Price (see item 11 (a) of the Part B)
- B. Legal, administrative and other costs relating to the issue of the Notes and amounting to minimum EUR 2,640 (these costs, if any, are included in the pricing of the Notes);
- C. Costs for the subscribers relating to holding of the Notes on a securities account: free of charge at BNP Paribas Fortis SA/NV
- D. Financial service: free of charge at BNP Paribas Fortis SA/NV.
- (l) Name(s) and address(es), to the extent known to the Issuer, of the placers in the various countries where the offer takes place. None

ISSUE SPECIFIC SUMMARY – SERIES 898 – XS1485720541

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 | |
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| A.1 | <ul style="list-style-type: none"> • This summary should be read as an introduction to the base prospectus dated 13 June 2016 as supplemented from time to time (the "Base Prospectus"). • Any decision to invest in the Notes should be based on consideration of this Base Prospectus as a whole by the investor. • Where a claim relating to the information contained in the Base Prospectus is brought before a court, the plaintiff investor might, under the national legislation of the Member States, have to bear the costs of translating the Base Prospectus before the legal proceedings are initiated; and • Civil liability attaches only to those persons who have tabled this summary including any translation hereof, but only if the summary is misleading, inaccurate or inconsistent when read together with the other parts of this Base Prospectus or it does not provide, when read together with the other parts of this Base Prospectus, key information in order to aid investors when considering whether to invest in such Notes. |
| A.2 | <p>Certain Tranches of Notes with a denomination of less than €100,000 (or its equivalent in any other currency) may be offered in circumstances where there is no exemption from the obligation under the Prospectus Directive to publish a prospectus. Any such offer is referred to as a "Non-exempt Offer".</p> <p><i>Consent:</i> Subject to the conditions set out below, the Issuer consents to the use of this Base Prospectus in connection with a Non-exempt Offer of Notes by the Dealer and each financial intermediary whose name is published on www.bnpparibasfortis.be and identified as an Authorised Offeror in respect of the relevant Non-exempt Offer and any financial intermediary which is authorised to make such offers under applicable legislation implementing the Markets in Financial Instruments Directive (Directive 2004/39/EC) and publishes on its website the following statement (with the information in square brackets being duly completed):</p> |

"We, [insert legal name of financial intermediary], refer to the offer of EMTN Series 898 XS11485720541 Fixed Rate Notes issue in NOK due 14 November 2022 (the "**Notes**") described in the Final Terms dated 30 September 2016 (the "**Final Terms**") published by BNP Paribas Fortis Funding (the "**Issuer**"). In consideration of the Issuer offering to grant its consent to our use of the Base Prospectus (as defined in the Final Terms) in connection with the offer of the Notes in Belgium, France, Luxembourg and the Netherlands during the Offer Period and subject to the other conditions to such consent, each as specified in the Base Prospectus, we hereby accept the offer by the Issuer in accordance with the Authorised Offeror Terms (as specified in the Base Prospectus) and confirm that we are using the Base Prospectus accordingly."

Offer period: The Issuer's consent referred to above is given for Non-exempt Offers of Notes during the subscription period from 1 October 2016 at 9.00 am CET to 31 October 2016 at 4.00 pm CET (the "**Offer Period**").

Conditions to consent: The conditions to the Issuer's consent (in addition to the conditions referred to above) are that such consent (a) is only valid during the Offer Period; and (b) only extends to the use of this Base Prospectus to make Non-exempt Offers of the relevant Tranche of Notes in Belgium, France, Luxembourg and the Netherlands The specified jurisdictions; and (c) is only valid if the relevant Authorised Offeror has informed the Issuer and the Guarantor of its acceptance to use the Base Prospectus under the terms and conditions described in such Base Prospectus (as completed by these Final Terms) by notifying the Issuer and the Guarantor by sending an e-mail to info@bp2f.lu and docsecurities.mbc@bnpparibasfortis.com as soon as practicable and at the latest within 5 calendar days from the publication date of the statement required as mentioned above under the paragraph "Consent".

AN INVESTOR INTENDING TO PURCHASE OR PURCHASING ANY NOTES IN A NON-EXEMPT OFFER FROM AN AUTHORISED OFFEROR WILL DO SO, AND OFFERS AND SALES OF SUCH NOTES TO AN INVESTOR BY SUCH AUTHORISED OFFEROR WILL BE MADE, IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF THE OFFER IN PLACE BETWEEN SUCH AUTHORISED OFFEROR AND SUCH INVESTOR INCLUDING ARRANGEMENT IN RELATION TO PRICE, ALLOCATIONS, EXPENSES AND SETTLEMENT. THE RELEVANT INFORMATION WILL BE PROVIDED BY THE AUTHORISED OFFEROR AT THE TIME OF SUCH OFFER.

Section B – Issuer and Guarantor

| Element | Title | |
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| B.1 | Legal and commercial name of the Issuer | The Issuer of the Notes is BNP Paribas Fortis Funding (" BP2F "). |
| B.2 | Domicile/ legal form/ legislation/ country of incorporation | BP2F was incorporated as a <i>société anonyme</i> under the laws of the Grand Duchy of Luxembourg having its registered office at 19, rue Eugène Ruppert L-2453 Luxembourg, Grand Duchy of Luxembourg. |

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| <p>B.4b</p> | <p>Trend information</p> | <p>Macroeconomic environment</p> <p>Market and macroeconomic conditions affect BNPPF's results. The nature of BP2F's business makes it particularly sensitive to market and macroeconomic conditions in Europe, which have been at times challenging and volatile in recent years.</p> <p>In 2015, the global economic activity remained sluggish. Activity slowed down in emerging countries, while a modest recovery continued in developed countries. The global outlook is still impacted by three major transitions: the diminished economic growth in China, the fall in prices of energy and other commodities, and an initial tightening of US monetary policy in a context of resilient internal recovery, while the central banks of several major developed countries are continuing to ease their monetary policies. For 2016, the International Monetary Fund (IMF) is forecasting the progressive recovery of global economic activity⁽¹⁾ but with low growth prospects on the medium term in developed and emerging countries.</p> <p>BP2F is dependent upon BNPPF. BP2F is 99.995% owned by BNPPF and is specifically involved in the issue of securities such as notes, warrants or certificates or other obligations which are developed, set up and sold to investors via intermediaries including BNPPF. BP2F enters into hedging transactions with BNPPF and with other entities of the BNP Paribas Group. As a consequence, the Trend Information with respect to BNPPF shall also apply to BP2F. BP2F may also enter into hedging transactions with third parties not belonging to the BNP Paribas Group.</p> <p>Laws and Regulations Applicable to Financial Institutions.</p> <p>Laws and regulations applicable to financial institutions that have an impact on BNPPF have significantly evolved in the wake of the global financial crisis. The measures that have been proposed and/or adopted in recent years include more stringent capital and liquidity requirements (particularly for large global banking groups such as the BNP Paribas Group), taxes on financial transactions, restrictions and taxes on employee compensation, limits on the types of activities that commercial banks can undertake and ring-fencing or even prohibition of certain activities considered as speculative within separate subsidiaries, restrictions on certain types of financial products, increased internal control and reporting requirements, more stringent conduct of business rules, mandatory clearing and reporting of derivative transactions, requirements to mitigate risks in</p> |
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⁽¹⁾ See: IMF – October 2015 Financial Stability Report, Advanced Countries and January 2016 update

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| | | <p>relation to over-the-counter derivative transactions and the creation of new and strengthened regulatory bodies.</p> |
| | | <p>The measures that were recently adopted, or in some cases proposed and still under discussion, that have or are likely to affect BNPPF, include in particular the EU Directive and Regulation on prudential requirements "CRD IV" dated 26 June 2013 and many of whose provisions have been applicable since 1 January 2014; the proposals of technical regulatory and execution rules relating to the Directive and Regulation CRD IV published by the EBA; the Belgian Banking Law dated 25 April 2014 replacing the previous law of 1993 and introducing important changes; the Belgian Royal Decree dated 22 February 2015 determining the entry into force of the Belgian Banking Law provisions relating to resolution (including the establishment of a Belgian Resolution Authority) and creating two preferential rights on the bank's movables; the Belgian Royal Decree dated 18 December 2015 amending the law of 25 April 2014 on the status and supervision of credit institutions and the Royal Decree of 26 December 2015 amending the law of 25 April 2014 on the status and supervision of credit institutions relating to the resolution and recovery of group failures; both Royal Decrees being ratified by the Act of 27 June 2016; the public consultation for the reform of the structure of the EU banking sector of 2013 and the European Commission's proposed regulation on structural measures designed to improve the strength of EU credit institutions of 29 January 2014; Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds and amending Directives 2008/48/EC and 2014/17/EU and Regulation (EU) No 596/2014; the European Single Supervisory Mechanism; the European Single Resolution Mechanism dated 15 July 2014 and the European Directive on Bank Recovery and Resolution dated 15 May 2014; the European Directive on Revised Deposit Guarantee Schemes dated 16 April 2014; the final rule for the regulation of foreign banks imposing certain liquidity, capital and other prudential requirements adopted by the U.S. Federal Reserve; the proposal of the U.S. Federal Reserve relating to liquidity ratios of large banks; and the "Volcker" Rule imposing certain restrictions on investments in or sponsorship of hedge funds and private equity funds and proprietary trading activities (of U.S. banks and to some extent non-U.S. banks) that was recently adopted by the U.S. regulatory authorities. More generally, regulators and legislators in any country may, at any time, implement new or different measures that could have a significant impact on the financial system in general or BNPPF in particular.</p> |

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| B.5 | Description of the Group | <p>BNP Paribas ("BNPP") is a European leading provider of banking and financial services and has four domestic retail banking markets in Europe, namely in Belgium, France, Italy and Luxembourg. It is present in 75 countries and has more than 189,000 employees, including close to 147,000 in Europe. BNPP is the parent company of the BNP Paribas Group (together the "BNPP Group").</p> <p>BP2F is a subsidiary of BNPPF and acts as a financing vehicle for BNPPF and the companies controlled by BNPPF.</p> | |
| | | BNPPF is a subsidiary of BNPP. | |
| B.9 | Profit forecast or estimate | Not Applicable - No profit forecasts or estimates have been made in the Base Prospectus. | |
| B.10 | Audit report qualifications | Not Applicable - No qualifications are contained in any audit report included in the Base Prospectus. | |
| B.12 | Selected historical key financial information of BP2F: | | |
| Comparative Annual Financial Data | | | |
| | | 31/12/2015 | 31/12/2014 |
| | | EUR | EUR |
| Selected items of the Balance Sheet | | | |
| Assets | | | |
| Financial fixed assets (Amounts owed by affiliated undertakings) | 5,330,470,858 | 5,470,070,451 | |
| Current assets (Amounts owed by affiliated undertakings becoming due and payable within one year) | 220,350,482 | 415,475,284 | |
| Total assets | 5,635,897,265 | 5,977,141,866 | |
| Liabilities | | | |
| Capital and reserves | 5,588,465 | 6,691,167 | |
| Subordinated debts | 960,621,698 | 1,233,153,404 | |
| Non-subordinated debts | | | |
| Non-convertible loans | | | |

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| | - becoming due and payable within one year | 1,134,209,104 | 358,648,783 |
| | - becoming due and payable after more than one year | 3,121,497,621 | 3,808,557,061 |
| | | | |
| | Charges & Income: selected items | | |
| | Income from financial fixed assets derived from affiliated undertakings | 114,658,978 | 128,272,799 |
| | Total income | 454,645,617 | 431,761,255 |
| | Interest and other financial charges | 420,146,066 | 401,166,435 |
| | Profit for the financial year | 677,298 | 844,457 |
| | Statements of no significant or material adverse change | | |
| | There has been no significant change in the financial or trading position of BP2F since 31 December 2015 and there has been no material adverse change in the prospects of BP2F since 31 December 2015. | | |
| B.13 | Events impacting the Issuer's solvency | Not Applicable - To the best of the Issuer's knowledge, there have not been any recent events which are to a material extent relevant to the evaluation of the Issuer's solvency since 31 December 2015. | |
| B.14 | Dependence upon other group entities | BP2F is dependent on other members of the BNPP Group. See also see Element B.5 above. | |
| B.15 | Principal activities | BP2F's main object is to grant loans to BNPPF and its affiliates. In order to implement its main object, BP2F may issue bonds or similar securities, raise loans, with or without a guarantee and in general have recourse to any sources of finance. BP2F can carry out any operation it perceives as being necessary to the accomplishment and development of its business, whilst staying within the limits of the Luxembourg law of 10 August 1915 on commercial companies (as amended). | |
| B.16 | Controlling shareholders | BNPPF holds 99.995 per cent. of the share capital of BP2F. | |
| B.17 | Credit ratings | BP2F's senior unsecured credit ratings are A with a stable outlook (Standard & Poor's Credit Market Services France SAS (" Standard & Poor's ")), A2 with a stable outlook (Moody's France SAS (" Moody's ")) and A+ with a stable outlook (Fitch Ratings Limited (" Fitch ")) and BP2F's short-term credit ratings are A-1 (Standard & Poor's), P-1 (Moody's) and F1 (Fitch). | |

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| | | <p>Standard & Poor's credit ratings in respect of the Programme are: (i) A (senior unsecured debt maturing in one year or more), (ii) A-1 (senior unsecured debt maturing in less than one year), (iii) BBB (subordinated debt) and (iv) BBB- (junior subordinated debt). Moody's credit ratings in respect of the Programme (where BNPPF act as Issuer) are: (i) A2 (senior unsecured), (ii) Baa2 (subordinated), (iii) Baa3 (junior subordinated) and (iv) P-1 (short-term). Moody's credit ratings in respect of the Programme (where BP2F act as Issuer (guaranteed by BNPPF)) are: (i) A2 (senior unsecured), (ii) Baa2 (senior subordinated), (iii) Baa2 (subordinated), (iv) Baa3 (junior subordinated) and (v) P-1 (short-term). Fitch's credit ratings in respect of the Programme are A+ (long-term senior unsecured) and F1 (short-term senior unsecured).</p> <p>Notes issued under the Programme may be rated or unrated. Where a Tranche of Notes is rated, such rating will not necessarily be the same as the rating assigned to the Programme by the relevant rating agency.</p> <p>The Notes are not rated.</p> |
| B.18 | Description of the Guarantee | <p>Notes issued by BP2F pursuant to the programme will be unconditionally and irrevocably guaranteed by BNP Paribas Fortis SA/NV (the "Guarantor" or "BNPPF"). The obligations of the Guarantor under its guarantee will be either senior, senior subordinated, junior subordinated or subordinated Tier 2 obligations.</p> <p>The Notes have the benefit of a seniorguarantee by the Guarantor.</p> |
| B.19 | Information about the Guarantor | |
| B.19/B.1 | Legal and commercial name of the Guarantor | BNP Paribas Fortis SA/NV, acting under the commercial name of BNP Paribas Fortis. |
| B.19/B.2 | Domicile/ legal form/ legislation/ country of incorporation | The Guarantor is incorporated as a public company with limited liability (<i>société anonyme/naamloze vennootschap</i>) under the laws of Belgium with its registered office at 1000 Brussels, Montagne du Parc 3 and is a credit institution governed by the Belgian Banking Law. |
| B.19/B.4b | Trend information | <p>Macroeconomic environment</p> <p>Market and macroeconomic conditions affect BNPPF's results. The nature of BNPPF's business makes it particularly sensitive to market and macroeconomic conditions in Europe, which have been at times challenging and volatile in recent years.</p> |

In 2015, the global economic activity remained sluggish. Activity slowed down in emerging countries, while a modest recovery continued in developed countries. The global outlook is still impacted by three major transitions: the diminished economic growth in China, the fall in prices of energy and other commodities, and an initial tightening of US monetary policy in a context of resilient internal recovery, while the central banks of several major developed countries are continuing to ease their monetary policies. For 2016, the International Monetary Fund (IMF) is forecasting the progressive recovery of global economic activity⁽²⁾ but with low growth prospects on the medium term in developed and emerging countries.

While the exposure of the BNP Paribas Group in emerging countries is limited, the vulnerability of these economies may generate disruptions in the global financial system that could affect the BNP Paribas Group (including BNPPF) and potentially alter its results.

In numerous emerging economies, an increase in foreign currency commitments was observed in 2015, while the levels of indebtedness (both in foreign and local currencies) are already high. Moreover, the prospects of a progressive hike in key rates in the United States (first rate increase decided by the Federal Reserve in December 2015), as well as heightened financial volatility linked to the concerns regarding growth in emerging countries, have contributed to the stiffening of external financial conditions, capital outflows, further currency depreciations in numerous emerging countries and an increase in risks for banks. This could lead to the downgrading of sovereign ratings.

Given the possible standardisation of risk premiums, there is a risk of global market disruptions (rise in risk premiums, erosion of confidence, decline in growth, postponement or slowdown in the harmonisation of monetary policies, drop in market liquidity, problem with the valuation of assets, shrinking of the credit offering, and chaotic de-leveraging) that would affect all banking institutions.

The continuation of a situation with exceptionally low interest rates could promote excessive risk-taking by certain financial players: increase in the maturity of loans and assets held, less stringent loan granting policies, increase in leverage financing.

Some players (insurance companies, pension funds, asset managers, etc.) entail an increasingly systemic dimension and in the event of market turbulence (linked for instance to a sudden rise in interest rates and/or a sharp price

⁽²⁾ See: IMF – October 2015 Financial Stability Report, Advanced Countries and January 2016 update

| | |
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| | <p>correction) they may decide to unwind large positions in an environment of relatively weak market liquidity.</p> <p>Such liquidity pressure could be exacerbated by the recent increase in the volume of assets under management placed with structures investing in illiquid assets.</p> <p><i>Laws and Regulations Applicable to Financial Institutions.</i></p> <p>Laws and regulations applicable to financial institutions that have an impact on BNPPF have significantly evolved in the wake of the global financial crisis. The measures that have been proposed and/or adopted in recent years include more stringent capital and liquidity requirements (particularly for large global banking groups such as the BNP Paribas Group), taxes on financial transactions, restrictions and taxes on employee compensation, limits on the types of activities that commercial banks can undertake and ring-fencing or even prohibition of certain activities considered as speculative within separate subsidiaries, restrictions on certain types of financial products, increased internal control and reporting requirements, more stringent conduct of business rules, mandatory clearing and reporting of derivative transactions, requirements to mitigate risks in relation to over-the-counter derivative transactions and the creation of new and strengthened regulatory bodies.</p> |
| | <p>The measures that were recently adopted, or in some cases proposed and still under discussion, that have or are likely to affect BNPPF, include in particular the EU Directive and Regulation on prudential requirements "CRD IV" dated 26 June 2013 and many of whose provisions have been applicable since 1 January 2014; the proposals of technical regulatory and execution rules relating to the Directive and Regulation CRD IV published by the EBA; the Belgian Banking Law dated 25 April 2014 replacing the previous law of 1993 and introducing important changes; the Belgian Royal Decree dated 22 February 2015 determining the entry into force of the Belgian Banking Law provisions relating to resolution (including the establishment of a Belgian Resolution Authority) and creating two preferential rights on the bank's movables; the Belgian Royal Decree dated 18 December 2015 amending the law of 25 April 2014 on the status and supervision of credit institutions and the Royal Decree of 26 December 2015 amending the law of 25 April 2014 on the status and supervision of credit institutions relating to the resolution and recovery of group failures; both Royal Decrees being ratified by the Act of 27 June 2016; the public consultation for the reform of the structure of the EU banking sector of 2013 and the European Commission's proposed regulation on structural measures designed to improve the strength of EU credit institutions of 29 January 2014; Regulation (EU) 2016/1011 of the</p> |

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| | | European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds and amending Directives 2008/48/EC and 2014/17/EU and Regulation (EU) No 596/2014; the European Single Supervisory Mechanism; the European Single Resolution Mechanism dated 15 July 2014 and the European Directive on Bank Recovery and Resolution dated 15 May 2014; the European Directive on Revised Deposit Guarantee Schemes dated 16 April 2014; the final rule for the regulation of foreign banks imposing certain liquidity, capital and other prudential requirements adopted by the U.S. Federal Reserve; the proposal of the U.S. Federal Reserve relating to liquidity ratios of large banks; and the "Volcker" Rule imposing certain restrictions on investments in or sponsorship of hedge funds and private equity funds and proprietary trading activities (of U.S. banks and to some extent non-U.S. banks) that was recently adopted by the U.S. regulatory authorities. More generally, regulators and legislators in any country may, at any time, implement new or different measures that could have a significant impact on the financial system in general or BNPPF in particular. | |
| B.19/B.5 | Description of the Group | The Guarantor is a subsidiary of BNPP. | |
| B.19/B.9 | Profit forecast or estimate | Not Applicable - No profit forecasts or estimates have been made in the Base Prospectus. | |
| B.19/B.10 | Audit report qualifications | Not Applicable - No qualifications are contained in any audit report included in the Base Prospectus. | |
| B.19/B.12 | Selected historical key financial information of the Guarantor | | |
| | Comparative Annual Financial Data - in millions of EUR | | |
| | | | |
| | | 31/12/2015 | 31/12/2014* |
| | Revenues | 7,235 | 7,011 |
| | Cost of risk | (431) | (283) |
| | Net Income | 2,016 | 1,663 |
| | Net Income attributable to shareholders | 1,575 | 1,246 |
| | Total Consolidated Balance Sheet | 273,683 | 275,206 |
| | Shareholders' equity | 18,754 | 20,255 |
| | Consolidated loans and receivables due from customers | 176,640 | 166,851 |
| | Consolidated items due to customers | 176,161 | 167,800 |

| | | |
|---------------------|--------|--------|
| Tier 1 Capital | 18,401 | 18,840 |
| Tier 1 Ratio | 14.4% | 14.7% |
| Total Capital | 21,215 | 21,349 |
| Total Capital Ratio | 16.6% | 16.6% |

* Comparative figures 2014 restated according to the IFRIC 21 interpretation.

2016 First half results: selection of figures

| In millions of EUR | | |
|---|-------------------|-------------------|
| | 30/06/2015 | 30/06/2016 |
| Revenues | 3,729 | 3,631 |
| Gross operating income | 1,365 | 1,373 |
| Cost of risk | -209 | -215 |
| Net Income | 1,040 | 1,244 |
| Net Income attributable to shareholders | 811 | 1,019 |

| In millions of EUR | | |
|---|-------------------|-------------------|
| | 30/06/2016 | 31/12/2015 |
| Total Consolidated Balance Sheet | 296,155 | 273,683 |
| Consolidated loans and receivables due from customers | 168,634 | 176,640 |
| Shareholders' equity | 19,631 | 18,754 |
| Consolidated items due to customers | 171,626 | 176,161 |
| Debt securities | 14,366 | 11,133 |
| Subordinated debt | 4,277 | 5,084 |
| Common Equity Tier 1 Ratio | 13.4% | 14.2% |

Statements of no significant or material adverse change

Not Applicable – There has been no significant change in the financial or trading position of the Guarantor since 30 June 2016 and no material adverse change in the prospects of the Guarantor since 31 December 2015.

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| B.19/B.13 | Events impacting the Guarantor's solvency | Not Applicable - To the best of the Guarantor's knowledge, there are have not been any events particular to the Guarantor which are to a material extent relevant to an evaluation of its solvency since 31 December 2015. |
| B.19/B.14 | Dependence upon other Group entities | The Guarantor is dependent on other members of the BNPP Group. See also Element B.19/B.5 above. |
| B.19/B.15 | The Guarantor's Principal activities | The Guarantor's object is to carry on the business of a credit institution, including brokerage and transactions involving derivatives. It is free to carry out all businesses and operations which are directly or indirectly related to its purpose or which are of a nature that benefit the realisation thereof. The Guarantor is free to hold shares and share interests within the limits set by the legal framework for credit institutions (including the Belgian Banking Law). |
| B.19/B.16 | Controlling shareholders | BNPP holds 99.93 per cent. of the share capital of the Guarantor. |
| B.19/B.17 | Credit ratings | The Guarantor's long-term credit ratings are A with a stable outlook (Standard & Poor's), A2 with a stable outlook (Moody's) and A+ with a stable outlook (Fitch) and BNPPF's short-term credit ratings are A-1 (Standard & Poor's), P-1 (Moody's) and F1 (Fitch). |

Section C – Securities

| Element | Title | |
|---------|---|---|
| C.1 | Type and class of Notes/ISIN | <p>The Notes described in this section are debt or derivative securities with a denomination of less than €100,000 (or its equivalent in any other currency). The Notes to be issued under the Programme may be Fixed Rate Notes, Floating Rate Notes, Zero Coupon Notes, Inflation Index-Linked Notes, Foreign Exchange (FX) Rate-Linked Notes, Underlying Interest Rate-Linked Notes or a combination of the foregoing. Notes may be denominated in one currency (the "Specified Currency") with amounts payable in respect of interest and/or principal payable in another currency (the "Settlement Currency"), such Notes being "Dual Currency Interest Notes" and/or "Dual Currency Redemption Notes" (together, "Dual Currency Notes").</p> <p>The Notes are Series 898 1.90 per cent. Fixed Rate Notes due 14 November 2022.</p> <p>Specified Denomination: NOK 10,000</p> <p>International Securities Identification Number (ISIN): XS1485720541.</p> |
| C.2 | Currency | <p>Subject to compliance with all applicable laws, regulations and directives, Notes may be issued in any currency agreed between the Issuer and the relevant Dealer at the time of issue.</p> <p>The Specified Currency of this Series of Notes is Norwegian Crown ("NOK").</p> |
| C.5 | Restrictions on free transferability | <p>The Notes will be freely transferable, subject to the offering and selling restrictions in the EEA (including Belgium, France, Luxembourg, Poland, The Netherlands and the United Kingdom), Australia, Hong Kong, Japan, New Zealand, Switzerland and the United States of America and under the Prospectus Directive and the laws of any other jurisdiction in which the relevant Notes are offered or sold.</p> |
| C.8 | Rights attached to the Notes, including ranking and limitations on those rights | <p>Notes issued under the Programme will have terms and conditions relating to, among other matters:</p> <p><i>Status and Subordination</i></p> <p>Notes may be issued on either a senior, a senior subordinated or a junior subordinated basis or as subordinated Tier 2 Notes. Notes issued on a senior basis (the "Senior Notes") constitute direct, unconditional,</p> |

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| | | <p>unsubordinated and unsecured and general obligations of the relevant Issuer and will rank <i>pari passu</i> (subject to mandatorily preferred debts under applicable laws) without any preference among themselves and at least equally and rateably with all other present and future outstanding unsecured and unsubordinated obligations including guarantees and other obligations of a similar nature of the relevant Issuer.</p> <p>Notes issued on a senior subordinated basis (the "Senior Subordinated Notes") constitute senior subordinated obligations of the relevant Issuer and rank <i>pari passu</i> (subject to mandatorily preferred debts under applicable laws) without any preference among themselves and at least equally and rateably with all other present and future outstanding senior subordinated obligations, including guarantees and other obligations of a similar nature of such Issuer. Accordingly, the liabilities of the relevant Issuer under or pursuant to the Senior Subordinated Notes shall not be required to be satisfied until satisfaction of all indebtedness of such Issuer to the depositors (in the case of BNPPF) and all present and future unsubordinated creditors of the relevant Issuer or the amount necessary for that purpose shall have been deposited in consignment.</p> <p>Notes issued on a junior subordinated basis (the "Junior Subordinated Notes") constitute direct, unsecured, junior subordinated and conditional obligations of such Issuer and rank (a) <i>pari passu</i> without any preference among themselves and with any other Junior Subordinated Notes and, in the case of BNPPF, junior subordinated guarantees of BNPPF, (b) junior to all present and future unsecured obligations of such Issuer which are or are expressed to be subordinated to the unsecured, unsubordinated obligations of such Issuer but not further or otherwise (the "Senior Subordinated Obligations"), (c) at least equally and rateably with all other present and future obligations of such Issuer which rank or are expressed to rank junior to the Senior Subordinated Obligations and (d) in priority to the rights and claims of holders of all classes of equity (including holders of preference shares (if any)) issued by such Issuer, subject to mandatory provisions of Belgian law (in the case of Junior Subordinated Notes issued by BNPPF) or the laws of Luxembourg (in the case of Junior Subordinated Notes issued by BP2F).</p> <p>Claims in respect of the Junior Subordinated Notes are subordinated to the claims of senior and subordinated creditors and payments of principal and interest by the relevant Issuer in respect of Junior Subordinated Notes will be conditional upon such Issuer being solvent at the time of payment by that Issuer and no principal or interest shall be due and payable in respect of Junior Subordinated Notes except to the extent that (assuming a payment was then due</p> |
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| | | <p>by the relevant Issuer) such Issuer could make such payment in whole or in part, rateably with payments in respect of other <i>pari passu</i> claims, and still be solvent immediately thereafter.</p> <p>Notes issued as subordinated Tier 2 Notes ("Subordinated Tier 2 Notes") constitute direct, unconditional and unsecured obligations of the relevant Issuer and rank <i>pari passu</i> (subject to mandatorily preferred debts under applicable laws) without any preference among themselves and with any other Subordinated Tier 2 Notes. The rights and claims of the Noteholders in respect of the Subordinated Tier 2 Notes are subordinated in the manner set out below.</p> <p>In the event of an order being made, or an effective resolution being passed, for the liquidation, dissolution or winding-up of the relevant Issuer by reason of bankruptcy or otherwise (except, in any such case, a solvent liquidation, dissolution or winding-up solely for the purposes of a reorganisation, reconstruction or amalgamation of the relevant Issuer or substitution in place of such Issuer or a successor in the business of such Issuer), the rights and claims of the holders in respect of or arising under (including any damages awarded for the breach of any obligation under) the Subordinated Tier 2 Notes shall, subject to any obligations which are mandatorily preferred by law, rank (a) junior to the claims of all the Senior Creditors of the relevant Issuer, (b) in respect of Subordinated Tier 2 Notes issued by BNPPF, at least <i>pari passu</i> with the claims of holders of all obligations of BNPPF which constitute, or would but for any applicable limitation on the amount of such capital constitute, Tier 2 Capital of BNPPF and (c) senior to (i) the claims of holders of all share capital of the relevant Issuer, (ii) in respect of Subordinated Tier 2 Notes issued by BNPPF, the claims of holders of all obligations of BNPPF which constitute Tier 1 Capital of BNPPF and (iii) the claims of holders of all obligations of the relevant Issuer which are or are expressed to be subordinated to the Subordinated Tier 2 Notes.</p> <p>"Senior Creditors" means creditors of the relevant Issuer whose claims are in respect of obligations which are unsubordinated (including, for the avoidance of doubt, holders of Senior Notes) or, in respect of Subordinated Tier 2 Notes issued by BNPPF, which otherwise rank, or are expressed to rank, senior to obligations (including Subordinated Tier 2 Notes) which constitute Tier 1 Capital or Tier 2 Capital of BNPPF.</p> <p>"Tier 1 Capital" and "Tier 2 Capital" have the respective meanings given to such terms in the Applicable Banking Regulations from time to time.</p> |
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| | | <p>“Applicable Banking Regulations” means, at any time, the laws, regulations, guidelines and policies of the National Bank of Belgium or any successor having primary responsibility for prudential oversight and supervision of BNPPF, or the European Parliament and Council then in effect in Belgium, relating to capital adequacy and applicable to BNPPF (and, for the avoidance of doubt, including the rules contained in, or implementing, CRD IV).</p> <p>“CRD IV” means, taken together, (i) the Capital Requirements Directive and (ii) the Capital Requirements Regulation and (iii) any Future Capital Instruments Regulations.</p> <p>“Capital Requirements Directive” means Directive 2013/36/EU of the European Parliament and of the Council of 26 June 2013 on access to the activity of credit institutions and the prudential supervision of credit institutions and investment firms, as amended or replaced from time to time.</p> <p>“Capital Requirements Regulation” means Regulation (EU) n° 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms and amending Regulation (EU) n° 648/2012, as amended or replaced from time to time.</p> <p>“Future Capital Instruments Regulations” means any further Applicable Banking Regulations that come into effect after the Issue Date and which prescribe (alone or in conjunction with other rules or regulations) the requirements to be fulfilled by financial instruments for their inclusion in the regulatory capital of BNPPF to the extent required by (i) the Capital Requirements Regulation or (ii) the Capital Requirements Directive.</p> <p>These Notes are Senior Notes.</p> <p><i>Events of default</i></p> <p>The terms of the Senior Notes will contain, amongst others, the following events of default:</p> <ul style="list-style-type: none"> (a) default in payment of any principal or interest due in respect of the Notes, continuing for a period of 30 days; (b) default arising from the non-performance or non-observance by the Issuer or (in the case of Notes issued by BP2F) the Guarantor of any other obligation, condition or other provision under Notes or the guarantee which is not cured within 45 days of a notice from any Noteholder requiring remedy; |
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| | | <p>(c) default by the relevant Issuer or (in the case of Notes issued by BP2F) the Guarantor in the payment of the principal of, or premium or prepayment charge (if any) or interest on, any other loan indebtedness of or assumed or guaranteed by the relevant Issuer or (in the case of Notes issued by BP2F) the Guarantor (which indebtedness has an aggregate principal amount of at least EUR 50,000,000 or its equivalent in any other currency or currencies), when and as the same shall become due and payable (as a result of maturity or acceleration of maturity), if, other than in the case of acceleration of maturity, such default shall continue for more than the applicable period of grace and the time for payment of such interest or principal has not been effectively extended;</p> <p>(d) events relating to the dissolution, insolvency or winding up of the relevant Issuer or the Guarantor (as applicable) except as a result of a permitted reorganisation pursuant to the terms and conditions or the relevant Issuer ceases to be subsidiary of the Guarantor (unless as a result of a permitted substitution of the Issuer in accordance with the terms and conditions);</p> <p>(e) it becomes unlawful for the relevant Issuer or (in the case of Notes issued by BP2F) the Guarantor to perform any of their respective obligations under the Notes or the guarantees, or any of their obligations ceases to be valid, binding or enforceable; and</p> <p>(f) the guarantee, if applicable, ceases or is claimed not to be in full force and effect.</p> <p>Following the occurrence of any such event of default, any holder of a Senior Note may give notice that such Note is immediately repayable whereupon the Early Redemption Amount (as defined below), together (if applicable) with accrued interest to the date of repayment, shall become immediately due and payable.</p> <p>Any holder of a Senior Subordinated Note or a Junior Subordinated Note may declare his Note to be due and payable at its principal amount together with accrued interest to the date of repayment if an order is made or an effective resolution is passed for the bankruptcy (<i>faillissement/faillite</i>), or liquidation (<i>vereffening/liquidation</i>) of the relevant Issuer or the Guarantor, as the case may be.</p> <p><i>Subordinated Tier 2 Notes - Enforcement</i></p> |
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| | | <p>If default is made in the payment of any principal or interest due in respect of the Subordinated Tier 2 Notes or any of them and such default continues for a period of 30 days or more after the due date any holder may, without further notice, institute proceedings for the dissolution or liquidation of the relevant Issuer.</p> <p>In the event of the dissolution or liquidation (other than on a solvent basis) of the relevant Issuer, any holder may give notice to the relevant Issuer that the relevant Subordinated Tier 2 Note is, and shall accordingly forthwith become, immediately due and repayable at its principal amount, together with interest accrued to the date of repayment.</p> <p>No remedy against the relevant Issuer other than as referred to above, shall be available to the holders of Subordinated Tier 2 Notes, whether for recovery of amounts owing in respect of the Subordinated Tier 2 Notes or in respect of any breach by the relevant Issuer of any of its obligations under or in respect of the Subordinated Tier 2 Notes.</p> <p>For the avoidance of doubt, the holders of Subordinated Tier 2 Notes issued by BNPPF waive, to the fullest extent permitted by law (i) all rights whatsoever pursuant to Article 1184 of the Belgian Civil Code to rescind (<i>ontbinden/résoudre</i>), or to demand legal proceedings for the rescission (<i>ontbinding/résolution</i>) of the Subordinated Tier 2 Notes and (ii) to the extent applicable, all their rights whatsoever in respect of the Subordinated Tier 2 Notes pursuant to Article 487 of the Belgian Companies Code.</p> <p><i>Governing law</i></p> <p>The Notes and all non-contractual obligations arising from or connected with the Notes are governed by, and shall be construed in accordance with, English law except for (a) in the case of Notes issued by BP2F, Conditions 3.2 and 3.3 and all non-contractual obligations arising out of or in connection therewith which shall be governed by, and construed in accordance with Luxembourg law and Conditions 3.5, 3.6, 3.7 and 3.8 and all non-contractual obligations arising out of or in connection therewith which shall be governed by and construed in accordance with Belgian law and (b) in the case of Notes issued by BNPPF, Conditions 1.2, 3.2, 3.3, 3.7 and 10.1(b) and all non-contractual obligations arising out of or in connection therewith which shall be governed by and construed in accordance with Belgian law. Guarantees to which Condition 3.4 applies and all non-contractual obligations arising out of or in connection with them are governed by and shall be construed in accordance with English law. Guarantees to which Condition 3.5, Condition 3.6 or Condition 3.8 applies and all non-contractual obligations</p> |
|--|--|---|

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|-----|---------------------|--|
| | | <p>arising out of or in connection with them are governed by and shall be construed in accordance with Belgian law.</p> <p>Meetings</p> <p>The terms of the Notes will contain provisions for calling meetings of holders of such Notes to consider matters affecting their interests generally. These provisions permit defined majorities to bind all holders, including holders who did not attend and vote at the relevant meeting and holders who voted in a manner contrary to the majority.</p> |
| C.9 | Interest/Redemption | <p>Interest</p> <p>Notes issued pursuant to the programme may or may not bear interest. Notes that do not bear interest may also be sold at a discount to their principal amount. Interest-bearing Notes will either bear interest payable at a fixed rate or a floating rate or at a variable rate linked to one or more inflation indices, currencies and/or underlying interest rates. In the case of Dual Currency Interest Notes, any amount calculated to be payable in respect of interest (if any) will be converted into the Settlement Currency at an exchange rate.</p> <p>The Notes bear interest from their date of issue at the fixed rate of 1.90 per cent. per annum. The gross yield of the Notes is 1.57 per cent. Interest will be paid annually in arrear on 14 November in each year at an amount equal to NOK 190 in respect of each Note. The first interest payment will be made on 14 November 2017.</p> <p>Redemption</p> <p>The terms under which Notes may be redeemed (including the maturity date and the price at which they will be redeemed on the maturity date as well as any provisions relating to early redemption) will be agreed between the Issuer and the relevant Dealer at the time of issue of the relevant Notes. In the case of Dual Currency Redemption Notes, any amount calculated to be payable on redemption of the Notes will be converted into the Settlement Currency at an exchange rate.</p> <p>Subject to any purchase and cancellation or early redemption, the Notes will be redeemed on 14 November 2022 (the "Maturity Date") at par.</p> <p>Early Redemption</p> <p>The Notes may be redeemed early for tax reasons or due to illegality or a force majeure at the Early Redemption Amount.</p> <p>Representative of holders</p> |

| | | |
|-------------|---|---|
| | | <p>Not Applicable – No representative of the Noteholders has been appointed by the Issuer.</p> <p>Please also refer to Element C.8.</p> |
| C.10 | Derivative component in the interest payments | Not Applicable – there is no derivative component in the interest payments. |
| C.11 | Admission to trading | <p>Notes issued under the Programme may be admitted to trading on the regulated market of the Luxembourg Stock Exchange, Brussels Stock Exchange and/or Amsterdam Stock Exchange or such other stock exchange or market specified below, or may be issued on an unlisted basis.</p> <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 the Luxembourg Stock Exchange.</p> |

Section D – Risks

| Element | Title | |
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| D.2 | Key risks regarding the Issuer and the Guarantor | <p>In purchasing Notes, investors assume the risk that the relevant Issuer and/or, if BP2F is the Issuer, the Guarantor, may become insolvent or otherwise be unable to make all payments due in respect of the Notes or under the guarantee. In the event of the insolvency of BNPPF or BP2F, as applicable or if it is otherwise unable or unwilling to repay the Notes when repayment falls due, an investor may lose all or part of his investment in the Notes.</p> <p>There is a wide range of factors which individually or together could result in the relevant Issuer and the Guarantor, where applicable, 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, the Issuers 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/or the Guarantor's control. The Issuers and/or 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:</p> <p><i>BNPPF/the Guarantor:</i></p> <p>The following is a summary of some of the investment considerations relating to the business of BNPPF:</p> |

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| | | <ul style="list-style-type: none"> (a) Difficult market and economic conditions including, without limitation, concerns regarding the ability of certain countries in the eurozone to refinance their debt obligations, could in the future have a material adverse effect on the operating environment for financial institutions and hence on BNPPF's financial condition, results of operations and cost of risk. (b) Legislative action and regulatory measures taken in response to the global financial crisis may materially impact BNPPF and the financial and economic environment in which it operates. (c) BNPPF's access to and cost of funding could be adversely affected by a further deterioration of the euro zone sovereign debt crisis, worsening economic conditions, a ratings downgrade, increases in credit spreads or other factors. (d) The prolonged low interest rate environment carries inherent systematic risks. (e) The soundness and conduct of other financial institutions and market participants could adversely affect BNPPF. (f) BNPPF may incur significant losses on its trading and investment activities due to market fluctuations and volatility. (g) A substantial increase in new provisions or a shortfall in the level of previously recorded provisions could adversely affect BNPPF's results of operations and financial condition. (h) BNPPF may generate lower revenues from brokerage and other commission and fee-based businesses during market downturns. (i) BNPPF's hedging strategies may not prevent losses. (j) Significant interest rate changes could adversely affect BNPPF's net banking income or profitability. (k) Protracted market declines can reduce liquidity in the markets making it harder to sell assets and possibly leading to material losses. (l) BNPPF is subject to extensive and evolving regulatory regimes in the countries and regions in which it operates. |
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| | | <p>(m) Notwithstanding BNPPF's risk management policies, procedures and methods it could still be BNPPF exposed to unidentified or unanticipated risks, which could lead to material losses.</p> <p>(n) While each of BNPPF's businesses manages its operational risks, these risks remain an inherent part of all of the BNPPF's businesses.</p> <p>(o) BNPPF has significant counterparty risk exposure and exposure to systemic risks.</p> <p>(p) BNPPF's competitive position could be harmed if its reputation is damaged.</p> <p>(q) An interruption in or a breach of BNPPF's information systems may result in material losses of client or customer information, damage to BNPPF's reputation and lead to financial losses.</p> <p>(r) Litigation or other proceedings or actions may adversely affect BNPPF's business, financial condition and results of operations.</p> <p>(s) Uncertainty linked to fair value accounting and use of estimates.</p> <p>(t) A deterioration of the credit rating of BNP Paribas of its debt quality could adversely affect BNPPF.</p> <p>(u) Unforeseen external events can interrupt BNPPF's operations and cause substantial losses and additional costs.</p> <p>(v) BNPPF may incur substantial fines and other administrative and criminal penalties for non-compliance with applicable laws and regulations, and may also incur losses in related (or unrelated) litigation with private parties.</p> <p>(w) Intense competition in the financial services industry could adversely affect BNPPF revenues and profitability.</p> <p>(x) Adjustments to the carrying value of BNPPF's securities and derivatives portfolios and BNPPF's own debt could have an impact on its net income and shareholders' equity.</p> <p>(y) The expected changes in accounting principles relating to financial instruments may have an impact on BNPPF's balance sheet and regulatory capital ratios and result in additional costs.</p> |
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| | | <p>(z) Risks related to the implementation of BNPP Group's strategic plans.</p> <p>BP2F:</p> <p>The following is a summary of some of the additional investment considerations relating to the business of BP2F:</p> <p>(a) The primary credit protection for Notes issued by BP2F will derive from the guarantees given by BNPPF.</p> <p>(b) BP2F's ability to make payments under the Notes may depend on the operating performance of those companies to which the proceeds of the Notes are lent.</p> <p>(c) BP2F's ability to perform its obligations in respect of the structured return on structured securities may depend on the ability of its hedging counterparties to meet their obligations under any hedge.</p> <p>(d) The financial condition of the operating companies to which the proceeds of the Notes are lent may deteriorate and this may affect BP2F's ability to make payments under the Notes which it issues.</p> <p>(e) During deteriorating or challenging economic conditions BP2F may find it difficult to raise further finance.</p> <p>(f) Transfer pricing tax rules in Luxembourg generate additional costs, which may vary from time to time.</p> |
| <p>D.3</p> | <p>Key risks regarding the Notes</p> | <p>There are certain factors which are material for the purposes of assessing the market risks associated with Notes issued under the Programme, including, without limitation, that:</p> <p>The Notes may not be a suitable investment for all investors.</p> <p>Investors may be exposed to exchange rate changes and exchange controls where the Notes are not payable in an investor's home currency.</p> <p>Any redemption amount of the Notes may not be equal to the principal amount of the Notes.</p> <p>The trading price of the Notes is affected by a number of factors including, but not limited to, the price of the relevant underlying reference(s), time to expiration or redemption and volatility and such factors mean that the trading price of the Notes may be below the Final Redemption Amount.</p> |

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| | | <p>The only means through which a holder can realise value from the Notes prior to its Maturity Date is to sell it at its then market price in an available secondary market and that there may be no secondary market for the Notes (which could mean that an investor has to exercise or wait until redemption of the Notes to realise a greater value than its trading value).</p> <p>Purchasing Notes as a hedge instrument may not be effective.</p> <p>Certain conflicts of interest may arise (see Element E.4 below).</p> <p>Actions taken by the Calculation Agent may affect the Notes any may give rise to conflicts of interest.</p> <p>Holder have no ownership interest in or claim against any underlying reference.</p> <p>Notes including leverage involve a higher level of risk and whenever there are losses on such Notes those losses may be higher than those of a similar security which is not leveraged.</p> <p>Expenses and taxes may be payable in respect of the Notes.</p> <p>The Notes may be redeemed in the case of illegality or force majeure and such cancellation or redemption may result in an investor not realising a return on an investment in the Notes.</p> <p>The Global Notes are held by or on behalf of the clearing systems, therefore investors will have to rely on their procedures for transfer, payment and communication with the Issuer and the Guarantor.</p> <p>The Issuer and the Guarantor will discharge their payment obligations under the Notes in global/dematerialised form by making payments to the relevant common depository/safekeeper for the relevant clearing system for distribution to their account holders.</p> <p>The Issuer and the Guarantor will have no responsibility for the proper performance by the clearing systems relating to payments made in respect of, the Notes within any relevant clearing system.</p> <p>The meetings of holders provisions permit defined majorities to bind all holders.</p> <p>The Notes may have a minimum trading amount and if, following the transfer of any Notes, a holder holds fewer</p> |
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| | | <p>Notes than the specified minimum trading amount, such holder will not be permitted to transfer their remaining Notes prior to expiration or redemption, as applicable, without first purchasing enough additional Notes in order to hold the minimum trading amount, a holder who holds less than the minimum trading amount may be adversely affected if definitive Notes are issued.</p> <p>A reduction in the rating, if any, accorded to outstanding debt securities of the Issuer or Guarantor (if applicable) by a credit rating agency could result in a reduction in the trading value of the Notes.</p> <p>Any judicial decision or change to an administrative practice or change to English law after the date of the Base Prospectus could materially adversely impact the value of any Notes affected by it.</p> <p>Exposure to the underlying reference in many cases will be achieved by the relevant Issuer entering into hedging arrangements and, in respect of Notes linked to an underlying reference, potential investors are exposed to the performance of these hedging arrangements and events that may affect the hedging arrangements and consequently the occurrence of any of these events may affect the value of the Notes.</p> <p>The Notes may be subject to optional redemption by the Issuer which is likely to limit their market value.</p> <p>The occurrence of an additional disruption event or optional additional disruption event may lead to an adjustment to the Notes, or early redemption or may result in the amount payable on scheduled redemption being different from the amount expected to be paid at scheduled redemption and consequently the occurrence of an additional disruption event and/or optional additional disruption event may have an adverse effect on the value or liquidity of the Notes.</p> <p>In certain circumstances holders may lose the entire value of their investment.</p> |
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Section E – Offer

| Element | Title | |
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| E.2b | Reasons for the offer and use of proceeds | The net proceeds from each issue of Notes issued by BNPPF will be applied by BNPPF to meet part of its financing requirements and for general corporate purposes and the net proceeds from each issue of Notes issued by BP2F will be lent to BNPPF to be used by it for the same |

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| | | purposes. |
| E.3 | Terms and conditions of the offer | <p>Under the Programme, the Notes may be offered to the public in a Non-exempt Offer in Belgium, France, Luxemburg and/or The Netherlands.</p> <p>The terms and conditions of each offer of Notes will be determined by agreement between the relevant Issuer and the relevant Dealers at the time of issue. An investor intending to acquire or acquiring any Notes in a Non-exempt Offer from an Authorised Offeror will do so, and offers and sales of such Notes to an Investor by such Authorised Offeror will be made, in accordance with any terms and other arrangements in place between such Authorised Offeror and such Investor including as to price, allocations and settlement arrangements.</p> <p>This issue of Notes is being offered in a Non-exempt Offer in Belgium, France, Luxemburg and The Netherlands.</p> <p>The issue price of the Notes is 101.875 per cent. of their principal amount.</p> |
| E.4 | Interest of natural and legal persons involved in the issue/offer | <p>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, BNPPF and/or BP2F and/or their affiliates in the ordinary course of business.</p> <p>The Dealers will be paid aggregate commissions equal to 1.875 per cent. of the principal amount of the Notes. Any 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, BP2F and the Guarantor and their respective affiliates in the ordinary course of business.</p> <p>Other than as mentioned above, so far as BP2F is aware, no person involved in the issue of the Notes has an interest material to the offer, including conflicting interests.</p> |
| E.7 | Expenses charged to the investor by BNPPF or BP2F, | Not Applicable – No expenses will be charged to investors by the Issuer. |

