

5 June 2017

BANCO DE CRÉDITO SOCIAL COOPERATIVO, S.A.

**Issue of EUR 300,000,000 Tier 2 Fixed Rate Reset Subordinated Notes due 7 June 2027
under the EURO 450,000,000
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 Offering Circular dated 23 May 2017 which constitutes a base prospectus for the purposes of the Prospectus Directive (the **Offering Circular**). 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 Offering Circular. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Offering Circular. The Offering Circular has been published on the Central Bank of Ireland's website at <http://www.centralbank.ie> and on the website of the Irish Stock Exchange at www.ise.ie. In addition, if the Notes are to be admitted to trading on the regulated market of the Irish Stock Exchange, copies of the Final Terms will be published on the website of the Irish Stock Exchange at www.ise.ie.

- | | | | |
|----|-----|--|--|
| 1. | (a) | Issuer: | Banco de Crédito Social Cooperativo, S.A. |
| 2. | (a) | Series Number: | 1 |
| | (b) | Tranche Number: | 1 |
| | (c) | Date on which the Notes will be consolidated and form a single Series: | Not Applicable |
| 3. | | Specified Currency or Currencies: | Euro (EUR) |
| 4. | | Aggregate Nominal Amount: | |
| | (a) | Series: | EUR 300,000,000 |
| | (b) | Tranche: | EUR 300,000,000 |
| 5. | | Issue Price: | 100 per cent. of the Aggregate Nominal Amount |
| 6. | (a) | Specified Denominations: | EUR 100,000 and integral multiples of EUR 100,000 thereafter |
| | (b) | Calculation Amount (in relation to calculation of interest in global form see Conditions): | EUR 100,000 |
| 7. | (a) | Issue Date: | 7 June 2017 |

	(b)	Interest Commencement Date:	Issue Date
8.		Maturity Date:	7 June 2027
9.		Interest Basis:	Fixed Reset Notes
10.		Redemption/Payment Basis:	Subject to any purchase and cancellation or early redemption, the Notes will be redeemed on the Maturity Date at 100 per cent. of their nominal amount
11.		Change of Interest Basis:	Not Applicable
12.		Put/Call Options:	Issuer Call Issuer Call – Capital Event (see paragraphs 17 to 23 below)
13.	(a)	Status of the Notes:	Subordinated Notes – Tier 2 Subordinated Notes
	(b)	Date Board approval for issuance of Notes obtained:	25 April 2017

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

14.		Fixed Rate Note Provisions	Not Applicable
15.		Fixed Reset Provisions:	Applicable
	(a)	Initial Interest Rate:	7.75 per cent. per annum annually in arrear on each Interest Payment Date
	(b)	Interest Payment Date(s):	7 June in each year commencing on 7 June 2018 up to and including the Maturity Date
	(c)	Fixed Coupon Amount to (but excluding) the First Reset Date:	EUR 7,750 per Calculation Amount
	(d)	Broken Amount(s):	Not Applicable
	(e)	Day Count Fraction:	Actual/Actual (ICMA)
	(f)	Reset Determination Date(s):	The second Business Day immediately preceding the First Reset Date
	(g)	First Reset Date:	7 June 2022
	(h)	Second Reset Date:	Not Applicable

- (i) Subsequent Reset Date(s): Not Applicable
- (j) Mid Swap Rate: 5 Year EUR Mid Swap Rate
- (k) Reset Margin: + 7.591 per cent. per annum
- (l) Relevant Screen Page: Bloomberg BGCS
- (m) Floating Leg Reference Rate: 6 Month EURIBOR Rate
- (n) Floating Leg Screen Page: EUR006M Index
- (o) Initial Mid-Swap Rate: 0.159 per cent. per annum
- (p) Calculation Agent: Banco de Crédito Social Cooperativo, S.A.

16. Floating Rate Note Provisions Not Applicable

PROVISIONS RELATING TO REDEMPTION

- 17. Notice periods for Condition 8.2
(*Redemption for tax reasons*): Minimum period: 30 days
Maximum period: 60 days
- 18. Call Option Capital Event (Condition 8.4): Applicable
- 19. Eligible Liabilities Event (Condition 8.5): Not Applicable
- 20. Issuer Call (Condition 8.3): Applicable
 - (a) Optional Redemption Date(s): 7 June 2022
 - (b) Optional Redemption Amount: EUR 100,000 per Calculation Amount
 - (c) If redeemable in part:
 - (i) Minimum Redemption Amount: Not Applicable
 - (ii) Maximum Redemption Amount: Not Applicable
 - (d) Notice periods: Minimum period: 15 days
Maximum period: 30 days
- 21. Investor Put: Not Applicable
- 22. Final Redemption Amount: EUR 100,000 per Calculation Amount
- 23. Early Redemption Amount payable on redemption for taxation reasons or on

event of default:

GENERAL PROVISIONS APPLICABLE TO THE NOTES

24. Form of Notes:
- (a) Form: Registered Notes: Global Note registered in the name of a nominee for a common depository for Euroclear and Clearstream, Luxembourg.
- (b) New Global Note: No
25. Additional Financial Centre(s): Not Applicable
26. Talons for future Coupons to be attached to Definitive Notes: No

Signed on behalf of Banco de Crédito Social Cooperativo, S.A.

By:

Duly authorised

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

- (i) Listing and Admission to trading Application has been made by the Issuer (or on its behalf) to the Irish Stock Exchange for the Notes to be admitted to the Official List of the Irish Stock Exchange and admitted to trading on the Regulated Market of the Irish Stock Exchange) with effect from 7 June 2017.
- (ii) Estimate of total expenses related to admission to trading: EUR 600

2. RATINGS

- Ratings: The Notes to be issued are expected to be rated:

B+ by Fitch Ratings Ltd (**Fitch**)
- Fitch Ratings Ltd is established in the European Union and is registered under Regulation (EC) No. 1060/2009 (as amended) (the **CRA Regulation**)

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

Save for any fees payable to the Managers, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer. The Managers and their affiliates 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 its affiliates in the ordinary course of business

4. REASONS FOR THE OFFER

- Reasons for the offer: See “Use of Proceeds” section in the Base Prospectus

5. YIELD

- Indication of yield: 7.75 per cent. per annum until the First Reset Date.

The yield is calculated at the Issue Date for the period up to the First Reset Date on the basis of the Issue Price. It is not an indication of future yield.

6. OPERATIONAL INFORMATION

- | | | |
|-------|--|---|
| (i) | ISIN: | XS1626771791 |
| (ii) | Common Code: | 162677179 |
| (iii) | Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): | Not Applicable |
| (iv) | Delivery: | Delivery against payment |
| (v) | Names and addresses of additional Paying Agent(s) (if any): | Not Applicable |
| (vi) | 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, and registered in the name of a nominee of one of the ICSDs acting 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. |

7. DISTRIBUTION

- (i) Method of distribution: Syndicated
- (ii) If syndicated, names of Managers: Banco Bilbao Vizcaya Argentaria, S.A, UBS Limited and Cecabank, S.A.
- (iii) Date of Subscription Agreement: 5 June 2017
- (iv) Stabilisation Manager(s) (if any): Banco Bilbao Vizcaya Argentaria, S.A
- (v) If non-syndicated, name of relevant Dealer: Not Applicable
- (vi) U.S. Selling Restrictions: Reg. S Compliance Category 2