

Supplement dated 27 December 2016



**LEONTEQ SECURITIES AG, Zurich, Switzerland**  
*(incorporated in Switzerland)*  
as Issuer

which may also be acting through its Guernsey branch (Leonteq Securities AG, Guernsey Branch) or Amsterdam branch (Leonteq Securities AG, Amsterdam Branch) (the "**Issuer**")

This document represents the second supplement pursuant to article 16 para. 1 of the German Securities Prospectus Act (*Wertpapierprospektgesetz*) (the "**Supplement**") to the base prospectus of the Issuer for Bonus Certificates, Inverse Bonus Certificates, Reverse Convertibles, Barrier Reverse Convertibles, Express Certificates, Tracker Certificates, Open End Tracker Certificates, Mini Future Certificates, Discount Certificates and Certificates with unconditional minimum redemption dated 29 June 2016 (the "**Base Prospectus**").

This Supplement shall be published by making it available free of charge at Leonteq Securities AG, Brandschenkestrasse 90, 8002 Zurich, Switzerland (Phone: +41 (0)58 800 1000, Facsimile: +41 (0)58 800 1010), in its function as paying agent. Furthermore, it will be published in electronic form on the website [www.leonteq.com](http://www.leonteq.com) under the section "Products & Services" – "Structured Products" – "Service" – "Prospectuses" – "Leonteq Program EU".

**Lead Manager**  
**Leonteq Securities AG, Zurich,**  
**Switzerland**

## **Withdrawal Right**

**Pursuant to article 16 para. 3 of the German Securities Prospectus Act investors who have already agreed to purchase or subscribe for products issued under the Base Prospectus that is supplemented by this Supplement (as defined herein) before this Supplement has been published shall have the right, exercisable within a time period of two working days after the publication of this Supplement, to withdraw their declaration of intent provided that the new factor or mistake to which this Supplement relates arose before the final closing of the offer to the public and the delivery of the products.**

The withdrawal (for which no reasons need to be given) must be declared by notice in writing (i) to the same entity to which the investor addressed the declaration of intent or (ii), if the investor had addressed the declaration of intent directly to the Lead Manager, to Leonteq Securities AG, Brandschenkestrasse 90, 8002 Zurich, Switzerland. Timely dispatch of the notice shall be sufficient to meet the notice period.

This Supplement must be read in conjunction with any information already supplemented by previous supplements to the Base Prospectus.

The subject of this Supplement is the announcement of Leonteq AG, the parent company of the Issuer, dated 19 December 2016 with respect to its estimated pre-tax profit for the year 2016.

The Base Prospectus shall be supplemented as follows:

**AMENDMENTS RELATING TO THE SECTION "III. INFORMATION ABOUT THE ISSUER"**

*In the section "III. Information about the Issuer" on page 172 of the Base Prospectus the text shall be supplemented as follows:*

”

The section below is an update of the information in the Issuer’s Registration Document.

In section “III. Information about the Issuer” the following subsection shall be added at the end of the subsection “3. Information about Leonteq Securities AG”:

***Recent Information relating to the parent company***

On 19 December 2016, the parent company of the Issuer, Leonteq AG, announced that it expects an estimated pre-tax profit of approximately CHF 17 million for the full year 2016 versus CHF 69 million in 2015.”

Signatures by Leonteq Securities AG, Zurich

27 December 2016

Leonteq Securities AG, Zurich

signed by René Ziegler  
Managing Director /  
Head Product Documentation & Services

signed by Dr. Ingrid Silveri  
Managing Director /  
Head Legal