

Supplement dated 8 September 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 its Amsterdam Branch (Leonteq Securities AG, Amsterdam Branch)

This document represents a 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 under the section "Products & Services" – "Structured Products" – "Service" – "Prospectuses".

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.

However, investors should note, that the applicable laws of other member states of the European Economic Area implementing Directive 2003/71/EC dated 4 November 2003 (as amended by the Directive 2010/73/EU of the European Parliament and of the Council of 24 November 2010) (the "**Prospectus Directive**") may contain different provisions regarding the withdrawal right.

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

Subject of this Supplement are inaccuracies relating to the information included in certain parts of the (English) summary of the Base Prospectus which have been noted after the date on which the Base Prospectus was approved.

The Base Prospectus shall be supplemented as follows:

AMENDMENTS RELATING TO THE SECTION "I. SUMMARY"

1) In „*Section B – Issuer and any guarantors*” subsection “**B.5 Description of the group**” on page 12f. of the Base Prospectus the whole text shall be replaced as follows:

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B.5	Description of the group	Leonteq Securities AG, which may also be acting either through its Guernsey branch (Leonteq Securities AG, Guernsey Branch) or its Amsterdam branch (Leonteq Securities AG, Amsterdam Branch), is a fully owned subsidiary of Leonteq AG, formerly EFG Financial Products Holding AG, (Leonteq AG together with its subsidiaries the "Leonteq Group"). Leonteq AG’s shares are listed on the SIX Swiss Exchange and are held amongst others by Raiffeisen Switzerland Cooperative, members of the management and employees of Leonteq Group entities.
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2) In „*Section C – Securities*” subsection “**C.1 Type and class of the securities being offered, security identification number**” on page 14f. of the Base Prospectus the whole text shall be replaced as follows:

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C.1	Type and class of the securities being offered; security identification number	<p>Type/Form of Securities</p> <p>The present Products have the characteristic such that the level [[and the time] for redemption][and the settlement type (cash settlement or physical delivery)] [does not depend] [depends] on the development of the [Underlying][Basket Components]. [The Products also bear a coupon. [The level of the coupon is [also] dependent on the development of the [Underlying][Basket Components].] [The payment of the coupon does not depend on the development of the [Underlying][Basket Components].]]</p> <p>[insert in case of Swiss Uncertificated Securities: The Products are issued in uncertificated form in accordance with art. 973c of the Swiss Code of Obligations as uncertificated securities (<i>Wertrechte</i>). Uncertificated Securities (<i>Wertrechte</i>) will be created by the Issuer by means of a registration in its register of uncertificated securities (<i>Wertrechtbuch</i>). Such Uncertificated Securities will then be entered into the main register (<i>Hauptregister</i>) of the Custody Agent. Once the Uncertificated Securities are registered in the Main Register of the Custody Agent and entered into the securities accounts of one or more participants of the Custody Agent, the Products will constitute intermediated securities (<i>Bucheffekten</i>) in accordance with the provisions of the Swiss Federal Intermediated Securities Act (<i>Bundesgesetz über Bucheffekten</i>).]</p>
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	<p><i>[insert in the case of Swiss Clearstream Banking AG, Frankfurt ("CBF") Bearer Securities: During their term the Products are represented by a permanent global note in accordance with art. 973b of the Swiss Code of Obligations (the "Permanent Global Note"). The Permanent Global Note will be kept in custody by or on behalf of a Clearing System until all obligations of the Issuer arising from the Products have been satisfied.]</i></p> <p><i>[insert in the case of Swiss SIX SIS Bearer Securities: During their term the Products are represented by a permanent global note in accordance with art. 973b of the Swiss Code of Obligations in bearer form which shall be deposited by the Paying Agent with a custody agent pursuant to the Swiss Federal Intermediated Securities Act (Bundesgesetz über Bucheffekten). Once the Permanent Global Note is deposited with the Custody Agent and entered into the securities accounts of one or more participants of the Custody Agent, the Products will constitute intermediated securities (Bucheffekten) in accordance with the provisions of the Swiss Federal Intermediated Securities Act (Bundesgesetz über Bucheffekten).]</i></p> <p><i>[insert in the case of German CBF Bearer Securities: Products issued by the Issuer are bearer notes. The Products are represented by a Permanent Global Note, kept in custody during the term of the Products by or on behalf of the Clearing System.]</i></p> <p><i>[insert in the case of German SIX SIS Bearer Securities: Products issued by the Issuer are bearer notes. The Products are represented by a Permanent Global Note, kept in custody by SIX SIS AG or any other custody agent according to Swiss Federal Intermediated Securities Act (Bundesgesetz über Bucheffekten). As soon as the Permanent Global Note has been deposited with the Custody Agent pursuant to the provisions of the Swiss Federal Intermediated Securities Act (Bundesgesetz über Bucheffekten) and credited to the securities accounts of one or more participants of the Custody Agent, the Products shall constitute intermediated securities (Bucheffekten) pursuant to the provisions of the Swiss Federal Intermediated Securities Act (Bundesgesetz über Bucheffekten).]</i></p> <p>Securities Identification</p> <p>[ISIN: [●]]</p> <p>[WKN: [●]]</p> <p>[Valor: [●]]</p> <p>[Common Code: [●]]</p> <p><i>[insert additional identifier for the Products: ●]</i></p> <p><i>[in the case of series of products, insert as necessary table of above mentioned relevant definitions: ●]</i></p>
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- 3) In „Section C – Securities” subsection “C.8 Rights attached to the securities including ranking and including limitations to those rights” on page 16 of the Base Prospectus the whole text shall be replaced as follows:

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<p>C.8</p>	<p>Rights attached to the securities including ranking and limitations to those rights</p>	<p>Applicable law</p> <p>The form and content of the Products and all rights and obligations of the Issuer and of the Holders will be governed by, and construed in, all respects in accordance with the laws of [<i>insert in the case of Products governed by German law: Germany</i>] [<i>insert in the case of Products governed by Swiss law: Switzerland</i>].</p> <p>Rights attached to the Products</p> <p>Each Product grants the Holder a right to demand [<i>insert in the case of Products with interest payment: payment of the Coupon Amount on the Coupon Payment Date(s)</i>] as well as] [payment of the [Redemption Amount][respective Partial Redemption Amount] [and/or] [delivery of [the Underlying][a Basket Component] on the [Redemption Date][respective Partial Redemption Date] as described in more detail under C.15 below. [The Products do not bear interest.] [The Holders are entitled to exercise the Products on certain Exercise Dates.] [The Issuer has the right of extraordinary [and ordinary] termination of the Products.]</p> <p>Status of the Products</p> <p>[<i>insert in the case COSI (Collateral Secured Instruments) is not applicable: The Products constitute general contractual obligations of the Issuer and are not secured by any property of the Issuer. The Products shall rank equally among themselves and, save for such exceptions as may be provided by applicable law, pari passu with all other unsecured and unsubordinated obligations of the Issuer, but excluding any debts for the time being preferred by applicable law and any subordinated obligations.</i>]</p> <p>[<i>insert in the case COSI is applicable: The Products constitute general contractual obligations of the Issuer which are secured by collateral.. The Products shall rank equally among themselves and, save for such exceptions as may be provided by applicable law, pari passu with all other collateralized and unsubordinated obligations of the Issuer.</i>]</p> <p>Limitations to the rights</p> <p>Under specific conditions, the Issuer has the right to terminate the Products and to amend the terms and conditions.</p>
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- 4) In „Section C – Securities” subsection “C.15 Description of how the value of the investment is affected by the value of the underlying instrument(s)” subsection “insert in case of Bonus Certificates with Cash Settlement (Product No. 1)” on page 17 of the Base Prospectus the whole text shall be replaced as follows:

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C.15	Description of how the value of the investment is affected by the value of the underlying instrument(s)	<p><i>[insert in the case of Bonus Certificates with Cash Settlement (Product No. 1):</i></p> <p>In the case of these Products, on the Redemption Date (as defined below in Element C.16) investors receive a Redemption Amount in the Settlement Currency, the amount of which depends on the performance of the Underlying.</p> <p>(i) If [(a)] no Barrier Event occurs [and (b) the Final Basket Value (as defined below in Element C.19) is equal to or below the Initial Basket Value multiplied by the Bonus Level], the Redemption Amount equals the [Final Fixing Level (as defined below in Element C.19) multiplied by the Conversion Ratio][Issue Price taking into account the performance of the Underlying] [Issue Price multiplied by the quotient of the Final Basket Value and the Initial Basket Value][, and the Redemption Amount equals at least the Bonus Level multiplied by the [Conversion Ratio][Issue Price] (minimum redemption)].</p> <p>(ii) If a Barrier Event has occurred, the Redemption Amount is no longer at least equal to the Bonus Level multiplied by the [Conversion Ratio][Issue Price], but is [[always equal to the Final Fixing Level multiplied by the Conversion Ratio][equal to the Issue Price taking into account the performance of the Underlying] (1:1 participation in the performance of the Underlying)] [the Issue Price multiplied by the quotient of the Final Basket Value and the Initial Basket Value].</p> <p>[[Issue Price: [●]]</p> <p>[Conversion Ratio: [●]]</p> <p>[Initial Basket Value: [●]]</p> <p>Barrier: [●]</p> <p>[Barrier Observation Period: [●]]</p> <p>Barrier Event: [●]</p> <p>Barrier Level: [●]</p> <p>Bonus Level: [●]]</p> <p><i>[in the case of series of products, insert as necessary table of above mentioned relevant definitions: ●]]</i></p>
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- 5) In „Section C – Securities” subsection “C.15 Description of how the value of the investment is affected by the value of the underlying instrument(s)” subsection “insert in case of Express Certificates with Cash Settlement and par value (Product No. 12)” on page 24f. of the Base Prospectus the whole text shall be replaced as follows:

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C.15	Description of how the value of the investment is affected by the value of the underlying instrument(s)	<p><i>[insert in the case of Express Certificates with Cash Settlement and without par value (Product No. 12):</i></p> <p>In the case of these Products, on the Redemption Date (as defined below in Element C.16) investors receive a Redemption Amount in the Settlement Currency, the amount of which depends on the performance of the [Underlying][Basket Components].The level of the Redemption Amount and the time for redemption of the Products depend on whether an Autocall Event has occurred. If an Autocall Event has occurred, the term of the Products ends early and the Products are redeemed early following the Autocall Observation Date on which the Autocall Event occurred. In this case, the Redemption Amount in the Settlement Currency equals the Issue Price.</p> <p>An Autocall Event occurs if on an Autocall Observation Date [the Reference Price (as defined below in Element C.19) exceeds the Autocall Trigger Level][the Reference Prices of all Basket Components exceed the Autocall Trigger Level].</p> <p>If an early redemption does not occur, the performance of the [Underlying][Basket Components] determines the level of the Redemption Amount:</p> <p>(i) If no Barrier Event occurred the Redemption Amount is equal to the Issue Price. [The Redemption Amount also equals the Issue Price, if a Barrier Event has occurred, but the Final Fixing Level is above the [Initial Fixing Level][Strike Level].]</p> <p>(ii) If the preconditions set out under (i) above are not satisfied, the Redemption Amount equals the Issue Price taking into account [the performance of the Underlying][the performance of the Basket Component with the worst performance]. However, the Redemption Amount will not exceed the Issue Price which is the maximum amount an investor may receive.</p> <p>Furthermore, the Holder receives a Coupon Amount on the Coupon Payment Date[s]. [The coupon payment is independent of the performance of the [Underlying][Basket Components].][The coupon payment is conditional on the occurrence of a certain event in relation to the [Underlying][Basket Components] (e.g. the Underlying reaching or exceeding a certain threshold (e.g. Coupon Trigger Level)). Should such event not occur, there will be no coupon payment for the applicable Coupon Payment Date. [Each relevant date is considered separately and there can be no catch-up payments of Coupon Amounts.] [Investors should note that [also] the amount of the [respective] coupon payment depends on the development of the [Underlying][Basket Components].]</p> <p>With regard to coupon payments, it should also be noted that, in the case of an early redemption of the Products, the Holder will still receive the Coupon Amount for the Coupon Payment Date in respect of the early redemption date. However, he has no right to demand coupon payments for future Coupon Payment Dates.</p> <p>[[Initial Fixing Level: [●]]</p>
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		<p>Issue Price: [●]</p> <p>[Strike Level: [●]]</p> <p>Autocall Observation Date[s]: [●]</p> <p>Autocall Trigger Level: [●]</p> <p>Barrier: [●]</p> <p>Barrier Event: [●]</p> <p>Barrier Level: [●]</p> <p>[Barrier Observation Period: [●]]</p> <p>Coupon Amount: [●]</p> <p>Coupon Payment Date[s]: [●]</p> <p>[Coupon Trigger Level: [●]]</p> <p><i>[in the case of series of products, insert as necessary table of above mentioned relevant definitions: ●]</i></p>
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- 6) *In „Section D - Risks” subsection “D.3 D.6 Key information on the key risks that are specific to the securities” subsection “2. Risk factors associated with certain types of Products” subsection “insert in case of Express Certificates with Cash Settlement and par value (Product No. 13)” on page 47ff. of the Base Prospectus the whole text shall be replaced as follows:*

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D.3 D.6	Key information on the key risks that are specific to the securities	<p><i>[insert in the case of Express Certificates with Cash Settlement and with par value (Product No. 13):</i></p> <p><u><i>Risk of total loss and risks related to early redemption</i></u></p> <p>The level of the Redemption Amount and the time for redemption of the Products depend on whether an Autocall Event has occurred on an Autocall Observation Date.</p> <p>If this event occurs before the Final Fixing Date, the term of the Products ends early and the Products are redeemed early in accordance with the Conditions. In the case of such early redemption, the future price performance of the [Underlying][Basket Components] is irrelevant to the Holder.</p> <p>If there has been no early redemption of the Products, the level of the Redemption Amount is dependent on the price performance of the [Underlying][Basket Components]. If the preconditions for a minimum redemption and/or maximum redemption are not met, the Products are comparable to a direct investment in the [Underlying][Basket Component with the worst performance] (without taking into account dividend payments). As a result, the Holder is also exposed to a risk of loss comparable to the direct investment. Therefore, the Holder bears a risk of total loss with regard to the invested capital. A total loss occurs if the [Underlying][Basket Component with the worst performance] is worthless at the end of the term.</p> <p>Furthermore, the Products have the characteristic such that the Holder may receive a Coupon Amount on certain dates. [The payment of the applicable Coupon Amount is independent of the price performance of the [Underlying][Basket Components].] [The coupon payment is conditional on</p>
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		<p>the occurrence of a certain event in relation to the [Underlying][Basket Components] (e.g. reaching or exceeding a certain threshold value on a specified date). Should such event not occur, there would be no coupon payment for the applicable Coupon Payment Date. Holders should note that they will not receive a coupon payment during the entire term of the Products, as the case may be, if the prerequisites are not met on a date relevant for the determination of the coupon payment.] [It should be noted here that each relevant date is considered separately and there can be no catch-up payments of Coupon Amounts.] The volatility of the [Underlying][Basket Components] is an important factor for determining the likelihood of the occurrence of an event entitling receipt of the applicable Coupon Amount. The higher the volatility of the [Underlying][Basket Components], the higher the risk to the Holder that the condition will not be met and that the Holder will therefore not receive a Coupon Amount for the relevant Coupon Payment Date.]</p> <p>With regard to coupon payments, it should [also] be noted that, in the case of an early redemption of the Products, the Holder will still receive the Coupon Amount for the Coupon Payment Date in respect of the Early Redemption Date. However, he has no right to demand coupon payments for future Coupon Payment Dates.</p> <p><u>Redemption Amount is limited to the Maximum Redemption Amount</u></p> <p>The Redemption Amount (without taking into account a possible Coupon Amount) is limited to the Denomination (Maximum Redemption Amount).]</p>
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- 6) In „Section D - Risks” subsection “D.3 D.6 Key information on the key risks that are specific to the securities” subsection “2. Risk factors associated with certain types of Products” subsection “insert in the case of Express Certificates with Cash Settlement and with par value and unconditional minimum redemption (Product No. 20)” on page 55f. of the Base Prospectus the whole text shall be replaced as follows:

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<p>D.3 D.6</p>	<p>Key information on the key risks that are specific to the securities</p>	<p>[insert in the case of Express Certificates with Cash Settlement and with par value and unconditional minimum redemption (Product No. 20):</p> <p><u>Risk factors related to the early redemption and the unconditional minimum redemption</u></p> <p>The level of the Redemption Amount and the time for redemption of the Products depend on whether an Autocall Event has occurred on an Autocall Observation Date.</p> <p>If this event occurs before the Final Fixing Date, the term of the Products ends early and the Products are redeemed early in accordance with the Conditions. In the case of such early redemption, the future price performance of the Underlying is irrelevant to the Holder.</p> <p>If an early redemption of the Products has not occurred, the amount of the redemption is dependent on the Performance of the Basket Components. If the Final Fixing Levels of all Basket Components are at or above the Autocall Trigger Level, the Holder receives the Denomination. If this is not the case, the Holder receives the pre-determined Minimum Redemption Amount, which is independent of the performance of the Basket Components.</p> <p>Investors should note that the Minimum Redemption Amount may be lower than the Denomination and/or the capital invested to purchase the</p>
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		<p>Product (including the related transaction costs).</p> <p>Investors should also note that the Minimum Redemption Amount may apply only in the case of a redemption at the end of the term. Investors must be prepared to hold their Product until the Redemption Date. Investors will still be exposed to the credit risk of the Issuer meaning that they may lose their entire capital invested to purchase the Products (including related transaction costs) should the Issuer become insolvent.</p> <p>In the case of these Products, the payment of the Coupon Amount is dependent on the occurrence of a Coupon Trigger Event, i.e. whether the Reference Prices of all Basket Components on a Coupon Observation Date reach or exceed the relevant Coupon Trigger Level for this date. If a Coupon Trigger Event does not occur on any Coupon Observation Date, the investor does not receive a Coupon Payment. In the case of an Early Redemption, the investor is not entitled to demand any further Coupon Payments for future Coupon Payment Dates.</p> <p><u><i>Redemption Amount is limited to the Maximum Redemption Amount</i></u></p> <p>The Redemption Amount is limited to the Maximum Redemption Amount (without taking into account a possible Coupon Amount) which equals the Denomination.]</p>
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Signatures by Leonteq Securities AG, Zurich

8 September 2016

Leonteq Securities AG, Zurich

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

signed by Dr. Ingrid Silveri
Managing Director /
Head Legal