

SUPPLEMENT NO. 1

dated 29 August 2014

to the

BASE PROSPECTUS

of



DEXIA KOMMUNALBANK DEUTSCHLAND AG

dated 13 May 2014 and prepared in connection with the

**Euro 20,000,000,000 Debt Issuance Programme for the issue of Pfandbriefe
(the "Programme")**

This supplement no. 1 (the "**Supplement**") constitutes a supplement for the purposes of Article 16.1 of Directive 2003/71/EC of the European Parliament and of the Council of 4 November 2003, as amended, (the "**Prospectus Directive**") and Article 13 of the Luxembourg Law on Prospectuses for Securities (*loi relative aux prospectus pour valeurs mobilières*) dated 10 July 2005, as amended, (the "**Prospectus Act**") to the base prospectus of Dexia Kommunalbank Deutschland AG dated 13 May 2014 (the "**Prospectus**"), which has been prepared in connection with the Euro 20,000,000,000 Debt Issuance Programme for the issue of Pfandbriefe established by Dexia Kommunalbank Deutschland AG (the "**Issuer**" or "**DKD**"). Terms defined in the Prospectus have the same meaning when used in this Supplement.

This Supplement is supplemental to, and should be read and construed in conjunction with, the Prospectus and all documents incorporated by reference in the Prospectus.

Copies of the Prospectus, this Supplement and all documents incorporated by reference in the Prospectus are available free of charge (i) on the website of the Luxembourg Stock Exchange (www.bourse.lu), (ii) on the website of the Issuer (www.dexia.de), and (iii) from the specified offices of Dexia Kommunalbank Deutschland AG in its respective capacities as Issuer and Fiscal Agent (Charlottenstraße 82, 10969 Berlin, Germany).

To the extent that there is any inconsistency between (a) any statements in this Supplement or any statements incorporated by reference in the Prospectus by this Supplement and (b) any other statements in or incorporated by reference in the Prospectus, the statements in (a) above will prevail.

Save as disclosed in this Supplement, there has been no other significant new factor, material mistake or inaccuracy relating to information included in the Prospectus which is capable of affecting the assessment of any Pfandbriefe to be issued under the Programme since the publication of the Prospectus.

Dexia Kommunalbank Deutschland AG accepts responsibility for the information contained in this Supplement (including any information incorporated by reference in the Prospectus by this Supplement). The Issuer declares, having taken all reasonable care to ensure that such is the case, that, to the best of the knowledge of the Issuer, the information contained in this Supplement (including any information incorporated by reference in the Prospectus by this Supplement) is in accordance with the facts and does not omit anything likely to affect the import of such information.

A. Amendments to the section commencing on page 5 of the Prospectus which is entitled "Summary"

- 01. The following shall be added to the end of the subsection commencing on page 6 of the Prospectus which is entitled "Section B – Issuer – B.12 – Selected historical key financial information":**

		<p>The following table presents a summary of selected financial information of the Issuer (in the case of information provided in relation to the balance sheet) at the dates specified or (in the case of information provided in relation to the income statement) for the six months periods ended 30 June 2013 and 30 June 2014, respectively, which was in each case extracted from the unaudited non-consolidated interim financial statements of the Issuer in relation to the six months period ended 30 June 2014 (prepared pursuant to German Generally Accepted Accounting Principles and in the German language):</p> <p>Balance sheet figures in EUR million</p> <table border="1"> <thead> <tr> <th></th> <th>30 June 2014</th> <th>31 December 2013</th> </tr> </thead> <tbody> <tr> <td>Balance sheet total</td> <td>37,665.1</td> <td>39,545.7</td> </tr> </tbody> </table> <p>Income statement figures in EUR million</p> <table border="1"> <thead> <tr> <th></th> <th><u>1 Jan. – 30 June</u> 2014</th> <th><u>1 Jan. – 30 June</u> 2013</th> </tr> </thead> <tbody> <tr> <td>Net interest income and commission income¹</td> <td>19.1</td> <td>12.5</td> </tr> <tr> <td>General operating expenses²</td> <td>10.4</td> <td>9.6</td> </tr> <tr> <td>Net income (loss)</td> <td>0.7</td> <td>(2.0)</td> </tr> </tbody> </table>		30 June 2014	31 December 2013	Balance sheet total	37,665.1	39,545.7		<u>1 Jan. – 30 June</u> 2014	<u>1 Jan. – 30 June</u> 2013	Net interest income and commission income ¹	19.1	12.5	General operating expenses ²	10.4	9.6	Net income (loss)	0.7	(2.0)
	30 June 2014	31 December 2013																		
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Net income (loss)	0.7	(2.0)																		

- 02. The subsection on page 7 of the Prospectus which is entitled "Section B – Issuer – B.12 – Significant change in the financial or trading position" shall be replaced in its entirety as follows:**

	Significant change in the financial or trading position	Not applicable. There has occurred no significant change in the financial or trading position of DKD since 30 June 2014, the end of the last period for which financial statements have been published by DKD.
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B. Amendments to the section commencing on page 14 of the Prospectus which is entitled "German Translation of the Summary – Zusammenfassung"

- 01. The following shall be added to the end of the subsection commencing on page 15 of the Prospectus which is entitled "Abschnitt B – Emittentin – B.12 – Ausgewählte wesentliche historische Finanzinformationen":**

		Die folgende Tabelle zeigt eine zusammenfassende Darstellung ausgewählter Finanzinformationen der Emittentin zum jeweils angegebenen Datum (im Fall von Informationen, die sich auf die Bilanz beziehen) bzw. für die am 30. Juni 2013 bzw. am 30. Juni 2014 jeweils zu Ende gegangenen Halbjahre (im Fall von Informationen, die sich auf die Gewinn- und Verlustrechnung beziehen). Alle
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¹ Contains INCOME positions Interest income and Commission income and EXPENSES positions Interest expenses and Commission expenses of the income statement.

² Contains EXPENSES positions General administrative expenses and Depreciation, amortization and write-downs of intangible and tangible assets of the income statement.

		<p>Finanzinformationen wurden dem nicht-geprüften, nicht-konsolidierten und nach HGB-Rechnungslegungsgrundsätzen erstellten, deutschsprachigen Zwischenabschluss der Emittentin für das am 30. Juni 2014 zu Ende gegangene Halbjahr entnommen.</p> <p>Bilanzkennzahlen in EUR Mio.</p> <table border="1"> <thead> <tr> <th></th> <th>30. Juni 2014</th> <th>31. Dezember 2013</th> </tr> </thead> <tbody> <tr> <td>Bilanzsumme</td> <td>37.665,1</td> <td>39.545,7</td> </tr> </tbody> </table> <p>GuV-Kennzahlen in EUR Mio.</p> <table border="1"> <thead> <tr> <th></th> <th>1. Jan. – 30. Juni 2014</th> <th>1. Jan. – 30. Juni 2013</th> </tr> </thead> <tbody> <tr> <td>Zins- und Provisionsüberschuss¹</td> <td>19,1</td> <td>12,5</td> </tr> <tr> <td>Verwaltungsaufwendungen²</td> <td>10,4</td> <td>9,6</td> </tr> <tr> <td>Jahresüberschuss (-fehlbetrag)</td> <td>0,7</td> <td>(2,0)</td> </tr> </tbody> </table>		30. Juni 2014	31. Dezember 2013	Bilanzsumme	37.665,1	39.545,7		1. Jan. – 30. Juni 2014	1. Jan. – 30. Juni 2013	Zins- und Provisionsüberschuss ¹	19,1	12,5	Verwaltungsaufwendungen ²	10,4	9,6	Jahresüberschuss (-fehlbetrag)	0,7	(2,0)
	30. Juni 2014	31. Dezember 2013																		
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02. The subsection on page 16 of the Prospectus which is entitled "Abschnitt B – Emittentin – B.12 – Signifikante Veränderungen in der Finanzlage bzw. Handelsposition" shall be replaced in its entirety as follows:

	Signifikante Veränderungen in der Finanzlage bzw. Handelsposition	Nicht anwendbar. Es sind keine wesentlichen Veränderungen in der Finanzlage oder der Handelsposition der DKD seit dem 30. Juni 2014, dem Ende des letzten Zeitraums, für den ein Abschluss von der DKD veröffentlicht wurde, eingetreten.
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- C. Amendments to the section commencing on page 73 of the Prospectus which is entitled "Description of Dexia Kommunalbank Deutschland AG"

The following shall be added after the second paragraph of the subsection commencing on page 80 of the Prospectus which is entitled "FINANCIAL INFORMATION CONCERNING THE ISSUER'S ASSETS AND LIABILITIES, FINANCIAL POSITION AND PROFITS AND LOSSES":

The English language translation of the binding German language version of the non-consolidated interim financial statements of the Issuer for the six months period ended 30 June 2014 (consisting of condensed balance sheet, condensed income statement and condensed notes to the interim financial statements), prepared pursuant to German GAAP are incorporated herein by reference to the Semi-Annual Report (*Halbjahresfinanzbericht*) 2014 of the Issuer (the "Semi-Annual Report 2014").

- D. Amendments to the section commencing on page 94 of the Prospectus which is entitled "General Information"

01. The subsection on page 94 of the Prospectus entitled "Significant Change in the Financial Position of the Issuer" shall be replaced as follows:

There has occurred no significant change in the financial position of DKD since 30 June 2014, the end of the last period for which financial statements have been published by DKD.

¹ Setzt sich zusammen aus den Positionen ERTRÄGE Zinserträge und Provisionserträge und AUFWENDUNGEN Zinsaufwendungen und Provisionsaufwendungen der Gewinn- und Verlustrechnung.

² Setzt sich zusammen aus den Positionen AUFWENDUNGEN Allgemeine Verwaltungsaufwendungen und Abschreibungen und Wertberichtigungen auf immaterielle Anlagewerte und Sachanlagen der Gewinn- und Verlustrechnung.

02. On 26 August 2014, Dexia Kommunalbank Deutschland AG published its Semi-Annual Report 2014. Following this publication, the last two paragraphs of the subsection commencing on page 94 of the Prospectus which is entitled "Documents Incorporated by Reference" shall be replaced by the following:

- the non-consolidated interim financial statements of the Issuer (neither audited nor reviewed) in relation to the six months period ended 30 June 2014, set out in the Semi-Annual Report 2014 and consisting of
 - condensed balance sheet as of June 30, 2014 (*Verkürzte Bilanz zum 30. Juni 2014*) (pages 34 - 35 of the Semi-Annual Report 2014)
 - condensed income statement for the period from January 1 to June 30, 2014 (*Verkürzte Gewinn- und Verlustrechnung für die Zeit vom 1. Januar bis 30. Juni 2014*) (pages 38 - 39 of the Semi-Annual Report 2014)
 - condensed notes to the interim financial statements (*Verkürzter Anhang*) (page 40 of the Semi-Annual Report 2014).

Each of the Annual Report 2012, the Annual Report 2013, the Semi-Annual Report 2014 and the information contained therein and incorporated by reference into this Prospectus is an English language translation of its binding German language counterpart.

The information set out in the documents incorporated by reference, which is not included in the cross-reference list above, is either not relevant for an investor or is covered elsewhere in this Prospectus, and shall not be deemed to be included in this Prospectus by reference.

E. Withdrawal Right

Any investor who may wish to exercise any withdrawal right arising pursuant to Article 16.2 of the Prospectus Directive or Article 13.2 of the Prospectus Act, respectively, as a result of the publication of this Supplement must exercise that right on or before 2 September 2014. Such withdrawal, if any, is not required to contain any reasons for the withdrawal and is to be addressed in writing to Dexia Kommunalbank Deutschland AG, Charlottenstraße 82, 10969 Berlin, Germany. In order to comply with the time limit set out above, punctual dispatch of the withdrawal is sufficient.