

SUPPLEMENT NO. 1

dated 7 November 2013

to the

BASE PROSPECTUS

of



DEXIA KOMMUNALBANK DEUTSCHLAND AG

dated 14 May 2013 and prepared in connection with the

Euro 20,000,000,000 Debt Issuance Programme for the issue of Pfandbriefe

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 14 May 2013 (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 and this Supplement are obtainable free of charge from the registered office of Dexia Kommunalbank Deutschland AG (Charlottenstraße 82, 10969 Berlin, Germany). In addition, copies of the Prospectus, this Supplement and all documents incorporated by reference in the Prospectus and this Supplement are obtainable from, and are viewable on, the website of the Luxembourg Stock Exchange (www.bourse.lu).

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

Dexia Kommunalbank Deutschland AG accepts sole responsibility for the information contained in this Supplement (including any information incorporated by reference in the Prospectus by this Supplement). Having taken all reasonable care to ensure that such is the case, Dexia Kommunalbank Deutschland AG declares that the information contained in this Supplement (including any information incorporated by reference in the Prospectus by this Supplement) is, to the best of its knowledge, 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 at 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 period ended 30 June 2012 and 30 June 2013, 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 2013 (prepared pursuant to German Generally Accepted Accounting Principles and in the German language):</p>		
<p>Balance sheet figures in EUR million</p>		
Balance sheet total	<u>30 June 2013</u>	<u>31 December 2012</u>
	42,873.5	45,936.5
<p>Income statement figures in EUR million</p>		
	<u>1 Jan. – 30 June 2013</u>	<u>1 Jan. – 30 June 2012</u>
Net interest income and commission income	12.5	3.9
General operating expenses	9.6	8.8
Net income (loss)	(2.0)	(12.2)

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:

<p>Significant change in the financial or trading position</p> <p>There has occurred no significant change in the financial or trading position of DKD since 30 June 2013, the end of the last period for which financial statements were published by DKD.</p>
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03. The subsection on page 8 of the Prospectus which is entitled "Section B – Issuer – B.17 – Credit Ratings of the Issuer or its debt securities" shall be replaced in its entirety as follows:

B.17	Credit ratings of the Issuer or its debt securities.	Public Sector Pfandbriefe to be issued by DKD have received, in the case of long-term obligations, an "A+" rating from Standard & Poor's Credit Market Services Europe Limited (Niederlassung Deutschland) ¹ .
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¹ Standard & Poor's is established in the European Community and is registered under Regulation (EC) No 1060/2009 of the European Parliament and of the Council of 16 September 2009 on credit rating agencies, amended by Regulation (EC) No 513/2011 of the European Parliament and of the Council of 11 March 2011 (the "CRA Regulation"). The European Securities and Markets Authority publishes on its website (www.esma.europa.eu) a list of credit rating agencies registered in accordance with the CRA Regulation. That list is updated within five working days following the adoption of a decision under Article 16, 17 or 20 CRA Regulation. The European Commission shall publish that updated list in the Official Journal of the European Union within 30 days following such update.

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 at the end of the subsection commencing on page 15 of the Prospectus which is entitled "Abschnitt B – Emittentin – B.12 – Ausgewählte wesentliche historische Finanzinformationen":**

<p>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 2012 bzw. am 30. Juni 2013 jeweils zu Ende gegangenen Halbjahre (im Fall von Informationen, die sich auf die Gewinn- und Verlustrechnung beziehen). Alle Finanzinformationen wurden dem nicht-geprüften, nicht-konsolidierten und nach HGB-Rechnungslegungsgrundsätzen erstellten, deutschsprachigen Zwischenabschluss der Emittentin für das am 30. Juni 2013 zu Ende gegangene Halbjahr entnommen.</p>		
<p>Bilanzkennzahlen in EUR Mio.</p>		
	<u>30. Juni 2013</u>	<u>31. Dezember 2012</u>
Bilanzsumme	42.873,5	45.936,5
<p>GuV-Kennzahlen in EUR Mio.</p>		
	<u>1. Jan. – 30. Juni 2013</u>	<u>1. Jan. – 30. Juni 2012</u>
Zins- und Provisionsüberschuss	12,5	3,9
Verwaltungsaufwendungen	9,6	8,8
Jahresüberschuss (-fehlbetrag)	(2,0)	(12,2)

- 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:**

<p>Signifikante Veränderungen in der Finanzlage bzw. Handelsposition</p> <p>Es sind keine wesentlichen Veränderungen in der Finanzlage oder der Handelsposition der DKD seit dem 30. Juni 2013, dem Ende des letzten Zeitraums, für den ein Abschluss von der DKD veröffentlicht wurde, eingetreten.</p>

03. The subsection on page 17 of the Prospectus which is entitled "Abschnitt B – Emittentin – B.17 – Kreditratings der Emittentin oder ihrer Schuldtitel" shall be replaced in its entirety as follows:

B.17	Kreditratings der Emittentin oder ihrer Schuldtitel	Öffentliche Pfandbriefe, die von der DKD emittiert werden, haben im Falle von langfristigen Verbindlichkeiten ein "A+" Rating von Standard & Poor's Credit Market Services Europe Limited (Niederlassung Deutschland) ¹ erhalten.
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C. Amendments to the section commencing on page 74 of the Prospectus which is entitled "Description of Dexia Kommunalbank Deutschland AG"

01. The subsection commencing on page 78 which is entitled "Organisational Structure – Recent Developments in relation to Dexia SA – Main elements of the Orderly Resolution Plan – Asset Disposals" shall be replaced as follows:

Asset Disposals

The Orderly Resolution Plan provides for the sale of those commercial franchises considered saleable within a short deadline and management in run-off for the other franchises, if necessary accompanied by residual credit activity, and carrying other assets to maturity.

- On the date of validation of the Orderly Resolution Plan by the European Commission, Dexia SA had already sold several of its main operating entities, reducing its balance sheet and its weighted assets considerably.

The sales of Dexia Bank Belgium, now Belfius Bank and Insurance (20 October 2011), RBC-Dexia Investor Services (27 July 2012), Banque Internationale à Luxembourg (5 October 2012) and Denizbank (28 September 2012) have been finalised. Dexia Habitat was also sold on 29 June 2012 to the Société Nationale Immobilière, a subsidiary of the Caisse des Dépôts, and DKB Polska was sold on 7 November 2012 to Getin Noble. An agreement for the sale of Dexia Asset Management to GCS Capital was also signed on 12 December 2012. Notwithstanding the signed agreement, the sale of Dexia Asset Management to GCS Capital did not take place.

- Dexia SA sold as of 31 January 2013 Société de Financement Local ("**SFIL**"), a proprietary holding of Dexia Municipal Agency ("**DMA**"), to the State of France, as a majority shareholder (75 per cent.) alongside the Caisse des Dépôts (20 per cent.) and La Banque Postale (5 per cent.). DMA, which was the main Dexia Group covered bond issuer, was renamed Caisse Française de Financement Local. The transaction price was set at 1 euro representing a total loss of EUR 1.8 billion for the Dexia Group. On the date of sale, SFIL represented a balance sheet total estimated at EUR 95 billion.
- Dexia SA signed a share purchase agreement on 25 September 2013 with New York Life Investments to sell 100 per cent. of its shares in Dexia Asset Management for EUR 380 million. The deal closure is subject to the approval of the regulatory authorities.
- Dexia SA has completed the sale of Sofaxis, a French insurance subsidiary of Dexia Credit Local on 30 June 2013. Sofaxis was acquired by Société Hospitalière d'Assurances Mutuelles (Sham), the Groep MGEN and the Mutuelle Nationale Territoriale (MNT).

¹ Standard & Poor's hat seinen Sitz in der Europäischen Gemeinschaft und ist gemäß der Verordnung (EG) Nr. 1060/2009 des Europäischen Parlaments und des Rates vom 16. September 2009 über Ratingagenturen, geändert durch Verordnung (EU) Nr. 513/2011 des Europäischen Parlaments und des Rates am 11. Mai 2011 (die "**Ratingagentur-Verordnung**"), registriert. Die Europäische Wertpapier und Marktaufsichtsbehörde veröffentlicht auf ihrer Webseite (www.esma.uropa.eu) ein Verzeichnis der nach der Ratingagentur-Verordnung registrierten Ratingagenturen. Dieses Verzeichnis wird innerhalb von fünf Werktagen nach Annahme eines Beschlusses gemäß Art. 16, 17 oder 20 der Ratingagentur-Verordnung aktualisiert. Die Europäische Kommission veröffentlicht das aktualisierte Verzeichnis im Amtsblatt der Europäischen Union innerhalb von 30 Tagen nach der Aktualisierung.

- The Orderly Resolution Plan contains a timetable for the disposal of certain other Dexia Group entities, providing for the sale of Dexia SA's holding in Popular Banca Privada before 31 December 2013. Dexia SA will also sell Dexia Bail Régions, Dexia Bail, Dexia LLD and Dexia Flobail before 31 December 2013 or place them under management in run off. Finally, the Dexia SA holding in Dexia Israel should be sold within twelve months following a definitive decision on the various legal actions commenced against Dexia Israel and DCL as shareholder. With the exception of Dexia Crediop and DCL, which will be subject to specific terms described below, management in run-off without new production is provided for the other residual Dexia Group entities, namely:
 - Dexia SA
 - DCL Paris
 - DCL Dublin
 - DCL America, combining DCL New York, DRECM, DCL Mexico and Dexia US Securities CLF Bank
 - Dexia Sabadell
 - Dexia Kommunalbank Deutschland AG
 - Dexia Kommunalkredit Austria
 - Dexia Holding Inc. and its subsidiaries
 - Dexia Lettres de Gage Bank and Parfipar
- Dexia Crediop will have the benefit of a new business production budget of EUR 200 million for a term of one year, commencing on the date of validation of the Orderly Resolution Plan by the European Commission, intended for its existing clients, and with a view to protecting the Dexia Crediop's franchise prior to any disposal. At the end of that period of one year, the States of Belgium, France and Luxembourg may ask the European Commission for a new production budget.
- DCL may grant new credits within a limit of EUR 600 million during 2013 and 2014, with the exclusive aim of desensitising the sensitive structured loans retained in the portfolio, under certain terms approved by the European Commission. This production budget will enable DCL to reduce its risk profile, as well as the volatility of the collateral associated with derivatives linked to those loans, and the operational risk on the management of these products.
- Dexia SA will proceed with an accelerated sale of its bond portfolio if market conditions improve and offer it sales opportunities, subject to those asset sales having no substantial impact on Dexia Group solvency. The Orderly Resolution Plan does not contain any target figure for the sale of assets from Dexia Group's residual bond portfolio.

02. The following shall be added after the first paragraph of the subsection commencing on page 81 of the Prospectus which is entitled "Financial Information Concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses":

The non-consolidated interim financial statements of the Issuer for the six month period ended 30 June 2013 (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 2013 (*Halbjahresfinanzbericht*) of the Issuer (the "**Semi-Annual Report 2013**").

03. Standard & Poor's Credit Market Services Europe Limited (Niederlassung Deutschland) raised its rating of long-term Public Sector Pfandbriefe to be issued by DKD from "A" to "A+". Following this rating change, the first paragraph of the subsection on page 82 of the Prospectus which is entitled "Ratings" shall be replaced as follows:

Public Sector Pfandbriefe to be issued by DKD have received, in the case of long-term obligations, an "A+" rating from Standard & Poor's Credit Market Services Europe Limited (Niederlassung Deutschland)¹ ("Standard & Poor's").

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 2013, the end of the last period for which financial statements were published by DKD.

02. On 2 September 2013, Dexia Kommunalbank Deutschland AG published its Semi-Annual Report 2013. 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) as of and for the six months period ended 30 June 2013, set out in the Semi-Annual Report 2013 and consisting of
 - condensed balance sheet as of June 30, 2013 (*Verkürzte Bilanz zum 30. Juni 2013*) (pages 30 - 31 of the Semi-Annual Report 2013)
 - condensed income statement for the period from January 1 to June 30, 2013 (*Verkürzte Gewinn- und Verlustrechnung für die Zeit vom 1. Januar bis 30. Juni 2013*) (pages 34 - 35 of the Semi-Annual Report 2013)
 - condensed notes to the interim financial statements (*Verkürzter Anhang*) (page 36 of the Semi-Annual Report 2013).

Each of the Annual Report 2011, the Annual Report 2012, the Semi-Annual Report 2013 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 incorporated by reference that is not included in the cross-reference list above, is not required by the relevant schedules of the Commission Regulation 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 11 November 2013. 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.

¹ Standard & Poor's is established in the European Community and is registered under Regulation (EC) No 1060/2009 of the European Parliament and of the Council of 16 September 2009 on credit rating agencies, amended by Regulation (EC) No 513/2011 of the European Parliament and of the Council of 11 March 2011 (the "CRA Regulation"). The European Securities and Markets Authority publishes on its website (www.esma.europa.eu) a list of credit rating agencies registered in accordance with the CRA Regulation. That list is updated within five working days following the adoption of a decision under Article 16, 17 or 20 CRA Regulation. The European Commission shall publish that updated list in the Official Journal of the European Union within 30 days following such update.