

Supplement dated and registered 31 August 2020 to the base prospectus approved by the Swedish Financial Supervisory Authority on 15 July 2020.

Bluestep.

SUPPLEMENT TO THE PROSPECTUS REGARDING BLUESTEP BANK AB'S (PUBL) SEK 15,000,000,000 MEDIUM TERM COVERED NOTE PROGRAMME

This supplement (Swedish FSA reference no. 20-19039) (the “**Supplement**”) is a supplement to, and shall be read together with, Bluestep Bank AB's (publ) (the “**Company**”) base prospectus dated 15 July 2020 (Swedish FSA reference no. 20-14159) (the “**Prospectus**”) and constitutes a supplement pursuant to Article 23 of Regulation (EU) 2017/1129. This Supplement was approved and registered by the Swedish FSA on 31 August 2020. Terms defined in the Prospectus shall have the same meaning when used in this Supplement. In case of conflicts between this Supplement and the Prospectus or documents incorporated by reference into the Prospectus, this Supplement shall prevail. The Supplement was made public on 31 August 2020 and is available on the Company's website www.bluestepbank.com (other than the documents incorporated by reference, no information on such website is part of this Supplement or the Prospectus and have therefore not been scrutinised or approved by the Swedish FSA).

This Supplement has been prepared due to the Company's publication of its interim report for the period January to June 2020 and changes to the composition of the Board of Directors.

At the time of publication of this Supplement, there are no outstanding offers to purchase or subscribe for Notes and thus there is no right of revocation.

Amendments and supplements to the Prospectus

- On page 56, the text under the first paragraph under the heading “*Board of Directors*” shall be replaced with the following.

“Sofia Arhall Bergendorff

Born 1969. Board member since 2018.

Principal education: B.A. University of Oregon, MBA INSEAD

Other on-going principal assignments: Director Partnerships Northern Europe at Google, board member of Bluestep Holding AB

Per-Arne Blomquist

Born 1962. Board member and chairman of the board since 2018.

Principal education: B.Sc. in Business Administration and Economics from Stockholm School of Economics.

Other on-going principal assignments: Chairman of the board of Bluestep Holding AB, board member of Djurgården Hockey AB, board member of C-Rad AB, board member of BUFAB.

Toby Franklin

Born 1972. Board member since 2008.

Principal education: University of Warwick, BSc Hons, First Class, Maths Operational Research Statistics and Economics. Tuck School of Business at Dartmouth College, NH USA, MBA.

Other on-going principal assignments: Partner, Acuity Investments LLP, UK, Chairman of the board of Tower Leasing Ltd, UK, board member of the board of Pro Global Holdings Ltd, UK, board member of Carfico Ltd, board member of Bluestep Holding AB.

Albert Gustafsson

Born 1977. Board member since 2017.

Principal education: B.Sc. Business Administration from University of Gothenburg, School of Economics and Law.

Other on-going principal assignments: Board member of Bluestep Holding AB, partner at EQT Partners AB, Chairman of the board of Green Water AB, board member of Eton Group AB.

Rolf Stub

Born 1963. Board member since 2020.

Principal education: Bachelor of Business Administration from the University of San Francisco, Master of International Management from American Graduate School of International Management, Arizona – USA.

Other on-going principal assignments: Board member of Bluestep Holding AB, board member of Uno Finans AS.

Simon Tillmo

Born 1991. Board member since 2020.

Principal education: B.Sc. in Economics from University of Gothenburg, Industrial Engineering and Management from Chalmers University of Technology, Master of Finance from University of Cambridge.

Other on-going principal assignments: Board member of Bluestep Holding AB, Vice President at EQT Partners GmbH.

Lars Wollung

Born 1961. Board member since 2018.

Principal education: M.Sc Royal Institute of Technology (KTH), B.Sc in Business Administration from Stockholm School of Economics.

Other on-going principal assignments: Chairman of the board and managing director of Dignisia AB, Chairman of the board of RaySearch Laboratories AB (publ), board member of Hoist Finance AB (publ), Chairman of the board of TPS Investment AB, Chairman of the board of MySafety AB, Chairman of the board of Sundbom & Partners AB , board member of Bluestep Holding AB.”

- On page 59-60, the tables and text under the first paragraph under the heading “*Alternative performance measures*” shall be replaced with the following:

Group	Jan-Jun 2020	Jan-Jun 2019	Jan-Dec 2019	Jan-Dec 2018
Operating profit (SEKm)	100.5	136.9	274.5	212.2
Net Credit Losses Sweden Mortgage Loans in %	0.18	0.08	0.11	0.15
Net Credit Losses Norway Mortgage Loans in %	0.22	0.14	0.10	0.06
Net Credit Losses Sweden Personal Loans in %	6.70	4.23	4.25	3.47
Return on Equity in %	9.8	14.5	14.1	13.0

Definitions

Measure	Definition	Reason for use
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Operating profit in SEKm	Profit before taxes.	This measure shows the Group's profit earned from its ongoing core business, but before any tax and is used as an indicator of the business's profitability.
Net Credit Losses in %	Net credit losses (actual losses and net change in provisions, less recoveries) as a percentage of the closing balance of lending to the general public. Half-year figures adjusted to annual rate for comparison purposes.	This measure shows credit losses compared to the lending to the general public and is used to measure the Group's cost of risk.
Return on Equity in %	Operating profit after tax of 21.4% in relation to average shareholders' equity (the average of the total equity at the beginning of the period and the total equity at the end of the period, with the average being calculated on a rolling 12-month basis for the periods ending 30 June 2020 and 2019. Operating profit has been adjusted to an annual rate for the periods ending 30 June 2020 and 2019).	This measure shows the Group's profitability in relation to the shareholders' equity and is used to assess the Group's ability to generate profits.

Reconciliation of Net Credit Losses

	Sweden mortgage loans	Norway mortgage loans	Sweden personal loans
Jan–Jun 2020			
Net credit losses	7.8	7.0	28.9
Net credit losses adjusted to annual rate	15.6	14.0	57.8
Closing balance, lending to the general public	8846.1	6506.4	862.6
Net credit losses in %	0.18	0.22	6.70
Jan–Jun 2019			
Net credit losses	3.2	4.4	21.3
Net credit losses adjusted to annual rate	6.4	8.8	42.6

Closing balance ¹ , lending to the general public	8343.6	6184.1	1006.8
Net credit losses in %	0.08	0.14	4.23
Jan–Dec 2019			
Net credit losses	9.6	7	43.1
Closing balance, lending to the general public	8386.6	6723.6	1014.1
Net credit losses in %	0.11	0.10	4.25
Jan–Dec 2018			
Net credit losses	12.3	3.4	34.5
Closing balance, lending to the general public	8238.2	5289.6	993.9
Net credit losses in %	0.15	0.06	3.47

- On page 67, under the heading “*Incorporation by reference*” a new fourth paragraph shall be added with the following text:

“**Interim report for the period January to June 2020**, in respect of the unaudited consolidated financial information on the following pages:

- 14 (*Consolidated income statement and the Company’s income statement*)
- 15 (*Consolidated balance sheet and the Company’s balance sheet*)
- 16 (*Consolidated statement of changes in equity and the Company’s statement of changes in equity*)
- 17 (*Consolidated statement of cash flows and the Company’s statement of cash flows*)
- 18 - 48 (*Notes to the interim report*)”

- On page 67, under the heading “*Incorporation by reference*”, a new fifth paragraph shall be added with the following text:

“In addition to the above and in order to enable further tap issuances under previous prospectuses, the general terms and conditions as of 27 June 2019 (including the form of final terms), which are available on the Company’s website at <https://www.bluestepbank.com/investor-relations/mtcn-programme/base-prospectus-mtcn-programme/>, are incorporated in, and form part of this Prospectus.”