

Discover Financial Services
Form 424B2
October 31, 2016

The information in this preliminary pricing supplement is not complete and may be changed. This preliminary pricing supplement and the accompanying prospectus supplement and prospectus are not offers to sell these securities and are not soliciting an offer to buy these securities in any jurisdiction where the offer or sale is not permitted.

Preliminary Pricing Supplement dated October 31, 2016

Preliminary Pricing Supplement No. 27 -

Dated Monday, October 31, 2016 (to: Prospectus dated June 26, 2015 and Prospectus Supplement Dated: September 8, 2015)

Deal ID	Selling Price	Gross Concession	Net Proceeds	Coupon Type	Coupon Rate	Coupon Frequency	Day Count Basis	Maturity Date	1st Coupon Date	1st Coupon Amount	Survivor Option	FL s Guar
1	100.00%	1.450%	\$	Fixed	3.000%	Semi-Annual	30/360	11/15/2023	5/15/2017	\$15.42	Yes	N

: Callable in whole or in part, at any time on or after 8/15/2023.

cover Financial Services may, at its option, at any time on or after 08/15/2023, redeem these Discover Financial Services InterNotes in whole or in part, at the option of the issuer, upon 30 days' prior notice delivered to the holders of these Discover Financial Services InterNotes. These Discover Financial Services InterNotes will be redeemed at 100% of the principal amount of the notes to be redeemed, plus accrued and unpaid interest. If fewer than all of these Discover Financial Services InterNotes are to be redeemed, the issuer will select the Notes for redemption on a pro rata basis, by lot or by such other method in accordance with the DTC's procedures. The redemption price will be 100% of the principal amount of the notes to be redeemed, plus accrued and unpaid interest. If these Discover Financial Services InterNotes are redeemed in denominations of \$1,000 and integral multiples of \$1,000 in excess thereof. If these Discover Financial Services InterNotes are not redeemed in full, the redemption will state the portion to be redeemed. Unless Discover Financial Services defaults in payment of the redemption price, on and after the date of redemption, the holder of these Discover Financial Services InterNotes or the portions of these Discover Financial Services InterNotes called for redemption will not be entitled to any interest on the unredeemed portion of the notes.

100.00%	2.0000%	\$	Fixed	3.500%	Semi-Annual	30/360	11/15/2028	5/15/2017	\$17.99	Yes	N
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: Callable in whole or in part, at any time on or after 8/15/2028.

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Discover Financial Services may, at its option, at any time on or after 08/15/2028, redeem these Discover Financial Services InterNotes in whole or in part, at the option of Discover Financial Services, upon the receipt of 30 days' prior notice delivered to the holders of these Discover Financial Services InterNotes. These Discover Financial Services InterNotes will be redeemed at 100% of the principal amount of the notes to be redeemed, plus accrued and unpaid interest. If fewer than all of these Discover Financial Services InterNotes are to be redeemed, Discover Financial Services will select the Notes for redemption on a pro rata basis, by lot or by such other method in accordance with the DTC's procedures. The redemption will be in denominations of \$1,000 and integral multiples of \$1,000 in excess thereof. If these Discover Financial Services InterNotes are redeemed in part, the redemption notice will state the portion to be redeemed. Unless Discover Financial Services defaults in payment of the redemption price, on and after the date of redemption, the redemption price for these Discover Financial Services InterNotes or the portions of these Discover Financial Services InterNotes called for redemption will be the lesser of the redemption price or the market value of the Notes.

Trade Date: Monday, November 7, 2016 @ 12:00 PM ET
Settlement Date: Thursday, November 10, 2016

Discover Financial Services

Discover Financial Services InterNotes

Minimum Denomination/Increments: \$1,000.00/\$1,000.00

Preliminary Pricing Supplement No. 27 - Dated
Monday, October 31, 2016

Initial trades settle flat and clear SDFS: DTC Book Entry only

(to: Prospectus dated June 26, 2015 and Prospectus

Lead Manager: Incapital LLC

Supplement Dated: September 8, 2015)

Agents: BofA Merrill Lynch, Citigroup, Morgan Stanley, RBC Capital
Markets, Wells Fargo Advisors, LLC

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