

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

Product

FX forward contract on the EURUSD foreign exchange rate (Unique Product Identifier: EURUSDM12DUS)

The product manufacturer is Sumitomo Mitsui Banking Corporation Duesseldorf Branch ("Manufacturer"), <https://www.smbcgroup.com>. Call +49 (0)211 3619 0 for more information. Competent authority responsible for the supervision of the Manufacturer in relation to this document: Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin), Germany.

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You are about to purchase a product that is not simple and may be difficult to understand.

What is this product?

Type

The product is an "over the counter" (OTC) derivative contract on a foreign exchange rate. Governing law: Germany.

Objectives

The objective of the product is primarily to hedge your exposure to the relevant currency based on other payment obligations you may have in that currency. You may also seek to obtain a return on the product depending on your view of the future exchange rate between the relevant currencies. The product provides for the exchange of currencies at a pre-set exchange rate on a specified date in the future.

On the Settlement Date, you will pay the Manufacturer the EUR Amount in exchange for the Manufacturer paying you the USD Amount, which represents an exchange rate equal to the EURUSD Forward Rate (being a rate agreed on the Trade Date).

EUR Amount*: EUR 100,000.00

USD Amount*: USD 114,600.00

Trade Date*: 02/01/2020

Settlement Date*: 31/12/2020

EURUSD Forward Rate*: USD 1.146 per EUR 1.00

*Items marked with an asterisk are indicative terms only and may change. You should check the final value of such items prior to investing.

Term: The term of this product ends on the Settlement Date. However, the product may terminate early (i) in the event of a default by either you or the Manufacturer, or (ii) following the occurrence of certain extraordinary events (principally in relation to the product, the underlying, or the Manufacturer), provided that the Manufacturer may elect to adjust the terms instead to account for the relevant event. The amount paid to you (or, as applicable, by you) on early termination may be less (or if paid by you, more) than the amount that would have been paid had the product continued to its full term.

Intended retail investor

The product is intended to be offered only to retail investors who:

- have a very short-term investment horizon of 1 year or less;
- are able to bear a total loss of the EUR Amount (which may correspond to an unlimited loss of USD if such investor does not have the EUR Amount prior to the Settlement Date);
- have extensive knowledge of, and experience with, financial products and the financial markets generally;
- have the following investment needs and objectives: hedging; and
- are in the following country at the time the product is offered or otherwise made available to the investor: European Economic Area

Basis for performance scenario and cost figures: the figures below have been calculated over the recommended holding period. As this period is less than 1 year, any figures presented as percentages are not annualised and are therefore not directly comparable with those presented in other Key Information Documents with a different recommended holding period.

What are the risks and what could I get in return?

Risk Indicator



◀ Lower Risk

Higher Risk ▶



The risk indicator assumes you keep the product until 31/12/2020. You cannot end your product early.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the market or because we are not able to pay you. We have classified this product as 7 out of 7, which is the highest risk class. This takes into account the market risk - that the potential losses from future performance are rated at a very high level.

Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

In some circumstances you may be required to make payments to pay for losses. **The total loss you may incur may be significant.**

Because the terms on which you may enter into or terminate an OTC derivative contract are negotiated individually, these may not at all times represent the best terms available to you from other sources.

This product does not include any protection from future market performance so you could incur significant losses. If we are not able to pay you what is owed, you could incur significant losses.

Performance Scenarios

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

| Nominal amount EUR 10,000.00 | | 11 months and 29 days (Recommended holding period) |
|------------------------------|---|---|
| Scenarios | What you might get back or pay after costs | |
| Stress scenario | What you might get back or pay after costs | EUR -1,441.75 |
| | Percentage return/loss over nominal amount | -14.42 % |
| Unfavourable scenario | What you might get back or pay after costs | EUR -838.71 |
| | Percentage return/loss over nominal amount | -8.39 % |
| Moderate scenario | What you might get back or pay after costs | EUR -259.70 |
| | Percentage return/loss over nominal amount | -2.60 % |
| Favourable scenario | What you might get back or pay after costs | EUR 350.23 |
| | Percentage return/loss over nominal amount | 3.50 % |

For the purposes of calculating the return and amount you might get back, as stated in the table above, the USD Amount has been converted to an equivalent amount in EUR at the simulated spot FX rate for each scenario. You should note that this is for illustrative purposes only, and you are under no obligation to convert the USD Amount that you receive into any other currency.

This table shows the money you could get back or pay over the next 11 months and 29 days, under different scenarios, assuming a nominal value of EUR 10,000.00.**

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products (please note the paragraph headed "Basis for performance scenario and cost figures" above).

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the product. The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

This product cannot be ended. This means it is difficult to estimate how much you would get if you end before maturity. You will either be unable to end early or you will have to pay high costs or make a large loss if you do so.

The figures shown include all the costs of the product itself. The figures do not take into account your personal tax situation, which may also affect how much you get back.

** The performance and cost percentage values are calculated relative to the nominal value of the contract (the EUR Amount).

What happens if Sumitomo Mitsui Banking Corporation Duesseldorf Branch is unable to pay out?

You are directly exposed to a default of the Manufacturer: if the Manufacturer fails or is otherwise unable to pay its obligations under the product, you may not receive any amount owed to you under this product and you may therefore incur significant losses. Furthermore, any payment may be delayed.

The product is not covered by an investor compensation or guarantee scheme.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the performance of the product. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself. They include potential early exit penalties. The figures assume a nominal value of EUR 10,000.00. The figures are estimates and may change in the future.

Costs over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on the performance of the product over time.

| Nominal amount EUR 10,000.00 | | If you end at the end of the recommended holding period |
|------------------------------|--|---|
| Scenarios | | |
| Total costs | | EUR 0.00 |
| Impact on return (RIY) | | 0.00 % |

Composition of costs

The table below shows:

- the impact of the different types of costs on the performance of the product at the end of the recommended holding period;
- the meaning of the different cost categories.

This table shows the impact on return

| | | | |
|----------------------|-----------------------------|-----|--|
| One-off costs | Entry costs | n/a | The impact of the costs already included in the price. |
| | Exit costs | n/a | The impact of the costs of exiting your investment when it matures. |
| Ongoing costs | Portfolio transaction costs | n/a | The impact of the costs of us buying and selling underlying investments for the product. |
| | Other ongoing costs | n/a | The impact of the costs that we take each year for managing your investments. |

How long should I hold it and can I take money out early?

Recommended holding period: 11 months and 29 days.

The recommended holding period is selected to correspond to the Settlement Date of the product. This is a product which cannot be sold or transferred. Early termination may occur in the event of a default of either you or Sumitomo Mitsui Banking Corporation Duesseldorf Branch. You cannot exchange the currency amounts earlier than the Settlement Date.

How can I complain?

Any complaints about the product or the conduct of the Manufacturer or the person advising on, or selling, the product, may be submitted by visiting the website <https://www.smbcgroup.com>, by writing to Prinzenallee 7, 40549 Duesseldorf, Germany, or by emailing deducpde@de.smbcgroup.com.



Other relevant information

You should refer to the master agreement and confirmation relating to the product which will be made available upon request to the Manufacturer.