

Purpose

This document provides you with key information about the 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. This document sets out the generic risks of the PRIIP that you may be considering as a financial investment, in order that you can compare to other products. The specific terms of the product that you enter into will be set out in the confirmation in relation to that product.

Product

PRIIP name:	OTC - Interest Rate Swap
Name of PRIIP manufacturer:	SpareBank 1 Markets AS - www.sb1markets.no
Contact number for PRIIP manufacturer:	Call +47 24 14 74 00 for more information
Competent Authority:	The Financial Supervisory Authority of Norway
Date of production:	4. October 2024

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

What is this product?

Type

OTC - Interest Rate Swap

Objectives

The objective of this product is to periodically exchange fixed for floating interest rate payments or vice versa from the start date until the end date. You can agree to either (i) receive cash flows linked to a floating interest rate in return for making a fixed payment for a fixed term or (ii) receive a fixed rate in return for making a payment linked to the floating interest rate.

The notional amount of the product is only used to calculate interest payments. As such, there is no exchange of principal amounts under the contract.

The fixed rate is determined at the transaction date. The floating rate is periodically reset according to the applicable reference rate and to the date schedule of the product.

If the floating interest rate amount is higher than the fixed interest rate amount, the party paying the fixed amount receives the difference between the two from the other party. If the floating interest rate amount is lower than the fixed interest rate amount, the party paying the fixed amount pays the difference between the two to the other party. If an interest rate is negative, the party receiving/paying the corresponding interest rate amount instead pays/receives that amount.

The terms set out below are illustrative of the terms of an Interest Rate Swap, but are not the exact terms you agree with SpareBank 1 Markets. The exact terms will be set out in each individual trade confirmation letter.

The illustrative terms are used for subsequent performance scenarios and calculation of costs.

In the agreement between you and SpareBank 1 Markets / SpareBank 1 SMN it is specified that if certain defined events occur, (1) SpareBank 1 Markets may adjust the product; and/or (2) SpareBank 1 Markets may terminate the product early. The return (if any) you receive on such early termination and/or adjustment is likely to be different from that received in the scenarios described above.

Start date:	Today
End date:	Today + 5 years
You pay:	Fixed rate, act/360, quarterly

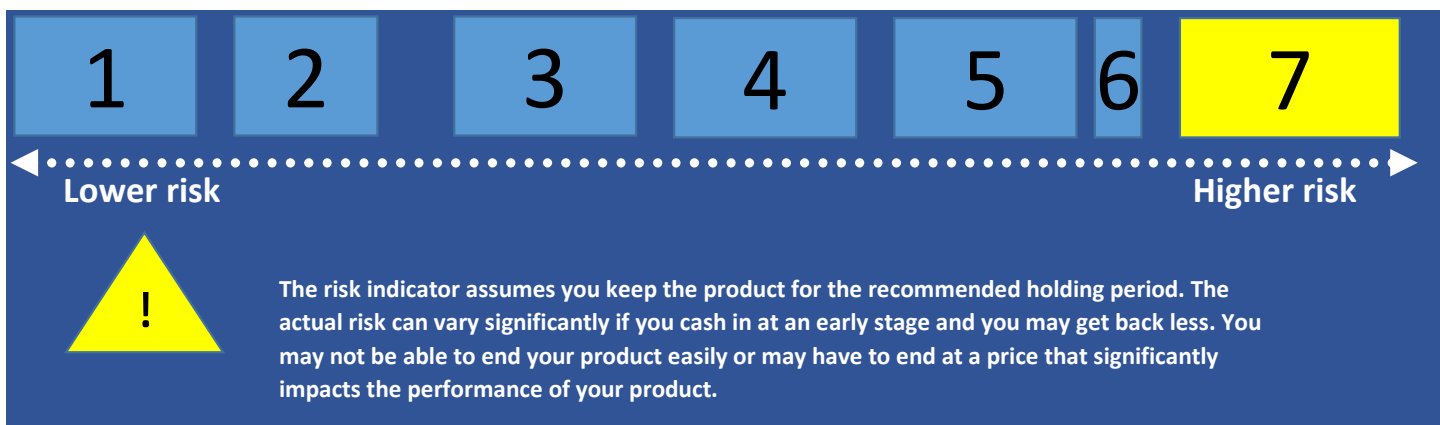
Currency:	NOK
Notional amount:	100 000
Amortization:	Not applicable

Intended retail investor

This product is intended for retail investors who wish to hedge interest rate risk on the basis of the assumption that if they are the party paying the fixed amount, the floating interest rate will rise during the term of the Interest Rate Swap.

Term

The term of the Interest Rate Swap depends on the period for which you wish to exchange your interest payments with SpareBank 1 Markets and is agreed on before you enter into the Interest Rate Swap. The Interest Rate Swap is a bilateral agreement that cannot be ordinarily terminated unilaterally neither by you nor by SpareBank 1 Markets.

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

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 markets 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. **Please be aware of interest rate risk.** This product does not include any protection from future market performance so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment.

Performance scenarios

		1 year	3 years	5 years
Stressed scenario	What you might get back after costs	-NOK 10,152	-NOK 4,009	-NOK 10,307
	Average return each year	-10.15%	-1.35%	-2.15%
Unfavourable scenario	What you might get back after costs	-NOK 7,762	-NOK 574	-NOK 5,889
	Average return each year	-7.76%	-0.19%	-1.21%
Moderate scenario	What you might get back after costs	-NOK 4,790	NOK 3,722	-NOK 321
	Average return each year	-4.79%	1.23%	-0.06%
Favorable scenario	What you might get back after costs	-NOK 1,781	NOK 8,267	NOK 5,762
	Average return each year	-1.78%	2.68%	1.13%

This table shows the money you could get back over the next 5 years, under different scenarios, assuming that you invest NOK 100,000,00. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. 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 investment/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 easily cashed in. This means it is difficult to estimate how much you would get back if you cash in before maturity. You will either be unable to cash in 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 and includes the costs of your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What happens if SpareBank 1 Markets is unable to pay out?

This product is not subject to any legal or other deposit protection scheme or any other form of guarantee. This means that if SpareBank 1 Markets is unable to pay out, due to insolvency or other reasons, you may lose all of your expected payments.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. 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 you invest NOK 100.000,00. The figures are estimates and may change in the future.

The person/company selling you or advertising you this product may charge you other costs. If so, this person/company will provide you with information about these costs, and illustrate the impact all costs will have on your investment over time.

<i>Cost over time</i>	<i>If you cash in after 1 year</i>	<i>If you cash in after 3 year</i>	<i>If you cash in at the recommended holding period</i>
Total costs	NOK 714	NOK 714	NOK 714
Impact on return (RIY) per year	3.57%	2.14%	0.71%

Composition of costs and the impact on return per year

The table below shows the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period and the meaning of the different cost categories.

One-off costs	Entry costs	0.15%	The impact of the costs you pay when entering your investment.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	None		
Incidental costs	None		

The costs for the product is a function of the product's sensitivity to interest rates as well as credit, funding and capital charges. As such the costs are client specific and subject to prevailing marked conditions and cannot be specified until a tradable quote is provided to the client.

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

This product is designed to be held until its maturity date and it is not a product which can be easily sold or transferred. Early termination may occur in the event of a default or disruption situation or if you or SpareBank 1 Markets agree for it to be terminated early, in which case, early exit penalties may apply.

How can I complain?

SpareBank 1 Markets' procedure for appeal consideration is available at www.sb1markets.no.

Complaints about the product, the conduct of SpareBank 1 Markets and/or the person advising on, or selling the product, should be addressed to SpareBank 1 Markets, PB 1398, 0114 Oslo or by email to klagebehandling@sb1markets.no.

Upon receipt, the SpareBank 1 Markets appeal body will send you information on the expected treatment period for your complaint and the possibility to have the complaint assessed by an appeal body. The complaint will be answered without undue delay. You will be informed in writing of the outcome of the complaint. If you do not fully accept the outcome, this will be justified in writing.

You are entitled to appeal the decision to Verdipapirforetakenes Forbunds Etske Råd (www.vpff.no) eller Finansklagenemda (www.finkn.no).

Other relevant information

The risks set out in this document highlight some, but not all, of the risks of investing in this product. Prior to making any investment decision, you should satisfy yourself that you fully understand the risks relating to this product and seek professional advice as necessary. The information in this document does not constitute a recommendation to buy or sell the product.