

# Key Information Document

## 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

**Name of Product:** Interest Rate Floor

**Name of PRIIP manufacturer:** Skandinaviska Enskilda Banken AB (publ)

**Website for PRIIP manufacturer:** www.sebgroup.com

Call +46 771 62 10 00 for more information

**Name of Competent Authority:** Finansinspektionen is responsible for supervising Skandinaviska Enskilda Banken AB (publ) in relation to this Key Information Document

**Produced:** 29 April 2024

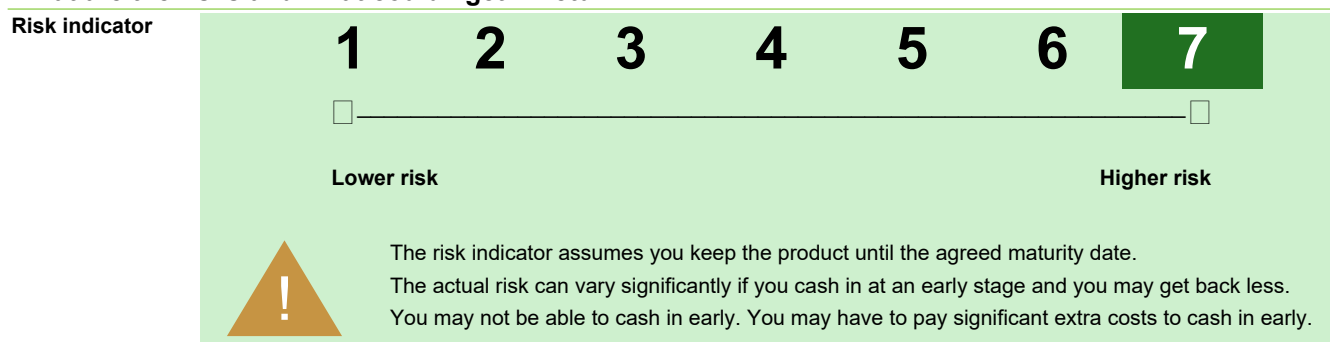
**You are about to purchase a product that is not simple and may be difficult to understand.**

## What is this product?

|                   |  |             |                  |                |                      |            |
|-------------------|--|-------------|------------------|----------------|----------------------|------------|
| <b>Type</b>       | An Over the Counter (OTC) contract – Interest Rate Instrument  |             |                  |                |                      |            |
| <b>Term</b>       | The maturity date of the product will be agreed upon when entering into the contract, with no chance of early termination. There is no provision for early termination in the bilateral contract agreed between us, either by you or SEB.  |             |                  |                |                      |            |
| <b>Objectives</b> | <p>An Interest rate floor is a binding agreement under which the buyer receives a payment at the end of each calculation period (settlement date) for which the reference rate is fixed below an agreed interest rate (floor rate) on the fixing date. In return, the buyer pays a premium (option premium) on a pre-agreed date (premium payment date).</p> <p>By entering into this interest rate floor, you will receive a payment from SEB on the settlement dates, if the 3-month Stibor is fixed below the floor rate on the relevant fixing date.</p> <p>The payment is calculated on the basis of a pre-agreed amount (notional amount) and the duration of the relevant period according to the interest calculation method. The notional amount is neither paid by you nor by SEB, but serves for the purpose of calculation only.</p> |             |                  |                |                      |            |
|                   | Trade Date   | 29/04/2024  | Reference rate   | 3-month Stibor | Currency             | SEK        |
|                   | Maturity Date  | 02/05/2029  | Floor Rate       | 3.45 %         | Option Premium       | 100,000.00 |
|                   | Notional Amount  | 2,101,102.7 | Settlement Dates | Quarterly      | Premium Payment Date | 02/05/2024 |

**Intended Retail Investor** The product Interest Rate Floor is aimed at retail clients, who are interested in hedging and leveraged participation. The Interest Rate Floor is a product for advanced investors with good knowledge and/or experience with financial products. The investor is able to bear losses beyond the invested amount and puts no emphasis on capital protection. On a scale of risk ranging from 1 (security-oriented; very low to low return) to 7 (very high risk tolerance; highest return) the product Interest Rate Floor falls in risk category 7.

## 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. We classify all OTC derivatives as being of the highest risk class.

This rates the potential losses from future performance at a very high level, and poor market conditions are very unlikely to impact the capacity of SEB to pay you.

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

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

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The scenarios shown are illustrations based on results from the past and on certain assumptions. Markets could develop very differently in the future.

| Recommended holding period: |   | 5 years                       |                                |
|-----------------------------|---|-------------------------------|--------------------------------|
| Example investment          |   | 100,000 SEK                   |                                |
|                             |   | If you terminate after 1 year | If you terminate after 5 years |
| Scenarios                   |   |                               |                                |
| Minimum                     | There is no minimum guaranteed return. You could lose all of your investment. |                               |                                |
| Stress                      | What you might get back after costs   | SEK 591                       | SEK 00                         |
|                             | Average return each year  | -99.41 %                      | -100.00 %                      |
| Unfavourable                | What you might get back after costs   | SEK 591                       | SEK 00                         |
|                             | Average return each year  | -99.41 %                      | -100.00 %                      |
| Moderate                    | What you might get back after costs   | SEK 2,457                     | SEK 1,343                      |
|                             | Average return each year  | -97.54 %                      | -57.67 %                       |
| Favourable                  | What you might get back after costs   | SEK 8,031                     | SEK 10,971                     |
|                             | Average return each year  | -91.97 %                      | -35.65 %                       |

The scenarios illustrate how investments could perform. They 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. Returns depend on how the market performs and how long you keep the investment/product. The figures shown include all the costs of the product itself, and include 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. The stress scenario shows what you might get back in extreme market circumstances. 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 the recommended holding period. 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.

### What happens if SEB is unable to pay out?

You are exposed to the risk that the issuer might be unable to fulfil its obligations in respect of the product, e.g. in the event of insolvency or an administrative order. The product is not covered by any protection scheme. Thus, when the issuer is unable to pay out, you may not receive any amount from SEB under the product.

### What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

#### Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0 % annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- 100,000 SEK is invested.

|                        | If you terminate after 5 years |
|------------------------|--------------------------------|
| Total costs            | SEK 114                        |
| Annual cost impact (*) | 0.0 %                          |

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be -65.68 % before costs and -65.69 % after costs.

#### Composition of costs

| One-off costs upon entry or exit | If you terminate after 1 year   |            |
|----------------------------------|---|------------|
| <b>Entry costs</b>               | 0.11 % of the amount you pay in when entering this investment. These costs are already included in the price you pay. | SEK 114.00 |
| <b>Exit costs</b>                | 0.11 % of your investment before it is paid out   | SEK 114.00 |

to you.

#### Ongoing costs

|  |   |          |
|--|---|----------|
| <b>Management fees and other administrative or operating costs</b> | We do not charge management fees and other administrative and operating costs for this product. | SEK 0.00 |
| <b>Transaction costs</b>   | We do not charge transaction costs for this product.  | SEK 0.00 |

#### Incidental costs taken under specific conditions

|  |   |          |
|--|---|----------|
| <b>Performance fees and carried interest</b> | We do not charge performance fees for this product. | SEK 0.00 |
|--|---|----------|

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

#### Recommended holding period: 5 years

Recommended holding period: This product is designed to be held to the agreed maturity date in order to match your investment requirement.

You may not be able to cash in early, and you may have to pay significant extra costs to cash in early. It is a product to be entered into for its term that cannot be easily sold. Early termination may occur (i) if certain events of default or other termination events occur or (ii) at the sole discretion of SEB, in which case early termination payments may apply.

Early exit impact: If the product is terminated early, in whole or in part, an Early Termination Payment may become payable by SEB. The Early Termination Payment is linked to market parameters and could be a substantial loss or gain to you. Settlement on early termination will be specific to your Interest Rate Floor and will be influenced by a number of factors which include but are not limited to: whether it is an increasing or decreasing interest rate environment; the movement of the interest rates since the trade date; the amount affected by the early termination; general market conditions.

The Early Termination Payment is not a penalty charge. The sum represents the economic value of what SEB would have paid if the product continued as agreed.

#### How can I complain?

Any complaints about the products or about the conduct of SEB or the person advising on, or selling, the product can be submitted on the following website <https://seb.se/kundservice/kundservice-privat/om-nagot-blivit-fel/klagomal> or be addressed in writing to: Kundrelationer, Bankärenden, SE-106 40 Stockholm.

#### Other relevant information

The legally binding terms for this product will be presented as part of the trade confirmation prepared by SEB, and will be made available to you after the trade has been concluded.