

# 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

**Product name:** FX Swap

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

Call +46 771 62 10 00 for more information or visit [www.sebgroup.com](http://www.sebgroup.com)

**Regulated by:** Finansinspektionen, Box 7821, 103 97 Stockholm

**Produced:** 06/12/2018

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

## What is this product?

**Type** An Over the Counter (OTC) contract – Foreign Exchange Instrument

**Objectives** Currency swaps are binding agreements to buy or to sell on a pre-agreed date (initial exchange date) a pre-defined quantity of a currency (notional amount) at an agreed rate based on market prices (spot rate) and to sell or buy back the notional amount on a subsequent pre-agreed date (final exchange date) at a pre-defined rate (forward rate).

Under this Currency Swap, the client receives the notional amount in the Price Currency at the initial exchange date. In return, the client pays the Base Currency at the initial exchange date; the Base Currency amount is the result of the conversion of the notional amount in the Price Currency, as per agreed spot rate. At the final exchange date, the client sells the notional amount in the Price Currency. In return, the client receives the Base Currency at the final exchange date; the Base Currency amount is the result of the conversion of the notional amount in the Price Currency, as per agreed forward rate.

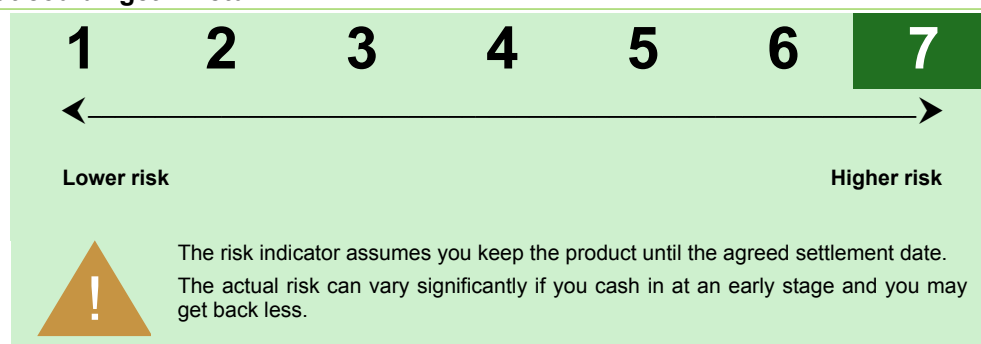
Base Currency	EUR	Initial Exchange Date	30/11/2018
Price Currency	SEK	Near Leg Rate	10.2054
Notional Amount	10,000 EUR	Final Exchange Rate	30/05/2019
		Term Leg Rate	10.2565

Please note, this product has a recommended holding period of less than one year. Therefore, returns and costs cannot be compared to products with a recommended holding period of one year or longer.

**Intended Retail Investor** The product FX Swap is aimed at retail clients, who are interested in hedging and leveraged participation. The FX Swap 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 FX Swap falls in risk category 7.

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

**Risk indicator**



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.

In some circumstances you may be required to make further payments to pay for losses. **The total loss you may incur may significantly exceed the amount invested.**

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

Investment 10,000 EUR*		1 year	6 months (Recommended holding period)
Stress scenario	What you might get back after costs	EUR 4,921	EUR 8,581
	Percentage return	-50.79 %	-14.19 %
Unfavourable scenario	What you might get back after costs	EUR 8,238	EUR 9,434
	Percentage return	-17.62 %	-5.66 %
Moderate scenario	What you might get back after costs	EUR 9,412	EUR 9,967
	Percentage return	-5.88 %	-0.33 %
Favourable scenario	What you might get back after costs	EUR 10,474	EUR 10,535
	Percentage return	4.74 %	5.35 %

This table shows the money you could get back over the next 6 months, under different scenarios, assuming that you invest 10,000 EUR.

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.

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.

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 calculation is based on the notional of the contract (in this example 10,000 EUR).

#### 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 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, for two different holding periods. They include potential early exit penalties. The figures assume you invest 10,000 EUR. 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 your investment over time.

Investment 10,000 EUR	If you cash in after 1 year	If you cash in at the recommended holding period
Total costs	EUR 00	EUR 50
Impact on return (RIY)	0.00 %	0.50 %

#### Composition of costs

The table below shows:

- The impact of the different types of costs on the investment return you might get at the end of the recommended holding period.
- What the different cost categories mean.

#### This table shows the impact on return

One-off costs	Entry costs	0.50 %	The impact of the costs already included in the price. This includes the costs of distribution of your product.
	Exit costs	0.00 %	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs	0.00 %	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	0.00 %	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: 6 months

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

Early exit impact: If the product is terminated early, in whole or in part, an Early Termination Payment may become payable by either you or 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 FX Swap and will be influenced by a number of factors which include but are not limited to: whether it is an increasing or decreasing foreign exchange environment; the movement of the FX Spot Rate 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 or received if the product continued as agreed. Depending on market conditions at the time of the early termination, the settlement calculated could result in a substantial amount being due from you to SEB.

### 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.