

Product and Risk Description

Purpose

This document provides you with key information about this product. The information is intended to help you understand the nature, risks, costs, potential gains and losses of this product.

Summary

Product name	Equity Autocallable Option
Issuer of this document	Nordea Bank Abp (hereafter "Nordea")
Regulated by	Finnish Financial Supervisory Authority
Produced	06.09.24

What is this product?

Description

An equity autocallable is an agreement between two parties (party A and party B) consisting of a series of specified call dates and a final maturity date. The call dates are typically quarterly, semi-annually or annually.

A call barrier is specified for each call date. If any call barrier is breached on a call date, party A will receive the payout specified for that call date from party B and the agreement is terminated.

The price of the underlying instrument that determines whether the call barrier has been breached is observed from the relevant exchange on the call date. The underlying instrument can be either the shares of a specified company, an equity index or a specified basket of shares or indices. In case of a basket, the weight of each instrument is specified as a percentage of the basket notional amount.

The performance of the underlying instrument is calculated by dividing the price of the underlying instrument on a relevant date by the specified initial price. If the underlying instrument is a specified basket of instruments, the performance is a weighted average of the performance of the individual instruments.

If no call barriers have been breached, the agreement will be settled at the final maturity date as follows:

- If the final call barrier is breached, party A will receive the specified payout.
- If the price of the underlying instrument from the agreed source is between the call barrier and a specified loss barrier, there will be no payout.
- If the price of the underlying instrument from the agreed source is below the loss barrier, party A will pay an amount depending on a specified relation between the strike price and the underlying instrument's price from the agreed source.

The payout cannot exceed the notional amount of the trade.

An equity autocallable will typically involve an initial upfront premium and typically, but not necessarily, paid from party A to party B. The price is subject to change until the transaction is agreed upon.

The agreed transaction is mutually binding until the maturity date and cannot be cancelled. However, it is possible to terminate the transaction before maturity. As the market value of the transaction may have changed since it was initiated, an early termination will usually involve a payment of the present market value from one party to the other.

Intended investor

The product Equity Autocallable Option is aimed at professional clients and eligible counterparties, who are interested in capital growth, hedging, leveraged participation and income. The Equity Autocallable Option is a product for informed investors and advanced investors.*

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

The risk and profit/loss descriptions relate to this product only

If this product is combined with other products or commercial positions, the total portfolio will have a significantly different profile than the one for this product alone.

The market value of an equity autocallable is exposed to changes in the price of the underlying instrument, the volatility of the underlying instrument, the time to maturity, the projected dividend, the market rate of – a product and risk description Equity autocallable interest, and in case the underlying instrument is a specified basket of instruments, the correlation between the basket instruments.

For party A the maximum loss will be limited to the notional amount, while the maximum profit will be the maximum payout, and vice versa for party B.

As the market value of an equity autocallable depends on the size and direction of the payouts, the prevailing market conditions and the remaining time to maturity, it is not possible to unambiguously state the effect of general market changes on the market value of an equity autocallable.

* Informed investors have average knowledge of relevant financial products and/or some financial industry experience. Advanced investors have good knowledge of relevant financial products and transactions, and/or financial industry experience or accompanied by professional investment advice or included in a discretionary portfolio service.

Equity Autocallable Option		
Market Parameters	Influence on market value when increasing	Influence on market value when decreasing
Not applicable	Not applicable	Not applicable

What happens if Nordea Bank Abp is unable to pay out?

You are exposed to the risk that the issuer of this product or the counterparty (which may be Nordea), as applicable, might be unable to fulfil its obligations in respect of the product e.g. in the event of insolvency, an administrative order or bail-in. The product is not covered by any deposit protection scheme. Thus, you could lose the entire amount invested.

What are the costs?

The total costs take into account one-off, on-going, transaction, ancillary and incidental costs.

They include potential early exit penalties. The figures assume you invest 100,000 EUR nominal. The figures are estimates and may change in the future.

The costs charge for the investment is dependent on the risks associated with the transaction and the term of the investment.

We may include additional costs and charges on a case by case basis. If so, Nordea will provide you with information about these costs and charges prior to the point of sale, and will explain the impact that these costs will have on your investment over time.

Investment (based on above nominal)	Cumulative Costs
Combined cost to buy and exit the product	0
% p.a. of nominal	0

Composition of costs on purchase of the product

Detailed Costs	Description	Amount in EUR	%
One-off costs	All costs and charges relating to the handling of the financial instrument paid to product suppliers as an entry cost or exit cost.	-	-
Ongoing costs	All on-going costs and charges that are related to the management of the financial instrument and deducted from the value of the financial instrument during the holding period of the investment in the financial instrument.	-	-
Transaction costs	All execution costs and charges associated with the buying or selling of the financial instrument performed by Nordea or another party.	The costs and charges will be presented in full at the point of sale	
Ancillary services	Any other costs and charges tied to servicing the financial instrument during the holding period of the financial instrument – such as research commissions.	-	-
Incidental costs	Any costs and charges tied to events during the holding period of the financial instrument – such as performance fees.	-	-

How to contact Nordea

If you need to get in contact with Nordea, you can either visit this website <https://www.nordea.fi/en/personal/get-help/tell-us-what-you-think-about-our-services.html> or write to us at Nordea Bank Abp, Satamaradankatu 5, FI-00020 NORDEA, Helsinki.