

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:	Interest Rate Swap
Product Manufacturer:	DenizBank AG, Thomas-Klestil-Platz 1, 1030 Wien, www.denizbank.at, Tel.: 0800 88 66 00, Fax: +43 (0) 505 105-2029
Counterparty:	DenizBank AG, Member of ENBD Group
Competent regulatory authority:	Austrian Financial Market Authority (FMA)
Date of KID:	21.07.2023

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

1. What is the product?

Type:

The product is an Interest Rate Swap (IR Swap) derivatives contract.

Objectives:

The product is a contractual agreement between you and the bank where one party agrees to pay the other (in cash) the difference between a fixed interest rate (the Fixed Rate) and a series of variable interest rates (the Floating Rate) over an agreed period of time.

Underlying the EURIBOR

There is no flow of capital. Each IRS involves a fixed interest and a floating interest rate at inception. The Fixed Rate is established at the beginning of the transaction, while the floating rate is based on a reference rate (EURIBOR) determined on periodic reset dates over the life of the transaction. The parties do not in reality make two corresponding payments on each payment date- instead, a single net payment is made in one direction or the other.

At each payment date if the Floating Rate is greater than the Fixed Rate, the payer will receive a cash payment from the receiver or if the Floating Rate is less than the Fixed Rate, the receiver will receive a cash payment from the payer.

In each case the cash payment will be determined by the difference between the Floating Rate and the Fixed Rate. If however the Floating Rate and the Fixed Rate are the same, no cash payment is made. The Floating Rate will have been set on preceding reset day or on the commencement date in the case of the first interest rate period.

For the product, no interest or other periodic compensation accrues during its term. The risk and reward profile of the Product described will differ if the Product is ended before the Maturity Date.

Intended retail Investor:

This product is intended for investors who

1. want to secure a specific FX rate on a specified date;
2. are able to bear a loss if the FX rate prevailing on the settlement date is below the agreed forward rate;
3. have knowledge and experience with the product and financial markets; and
4. and who plan to stay invested for 5 years.

Term:

The final redemption date of the product is 5 years (maturity). The term of the product is 5 years. The product provides that you and / or the counterparty may terminate the product early if certain extraordinary events occur. Under certain circumstances, the product will be terminated automatically. The amount you receive upon such extraordinary early termination varies and may be less than the amount you invested.

2. What are the risks and what can I get in return?

A) Summary Risk Indicator

The overall risk indicator helps you assess the risk associated with this product compared to other products. It shows how likely you are to lose money on this product because the markets develop in a certain way or because we are unable to pay you out.

We have rated this product as risk class 7 on a scale of 1 to 7, where 7 is the highest risk class.

← Lower Risk

Higher Risk →

1	2	3	4	5	6	7
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! The risk indicator is based on the assumption that you hold the product until maturity (5 years). Early termination may not be possible. You may incur significant additional costs in the event of early termination.

Please note the currency risk if you have concluded this product in foreign currencies. This is because you will then pay and/or receive payments in another currency, so your final return will depend on the exchange rate between the two currencies. This risk is not taken into account in the indicator given above.

In some circumstances, you may have to make payments to offset losses. The total loss you may suffer may be substantial.

This product does not include any protection from future market performance so you could lose some or all of your investment. The financial instrument can be acquired for a holding period of 5 years. We would like to point out that the return may fluctuate within the specified holding period. The calculation below shows a potential development of the financial instrument for a holding period of 5 years.

B) Performance Scenarios

Investment EUR 10,000,- Scenarios/ Holding Period		5 years (recommended holding period)
Stress scenario	What you might get back after costs	-1254,80 EUR
	Average return each year	-2,51 %
Unfavorable scenario	What you might get back after costs	2030,17 EUR
	Average return each year	4,06 %
Moderate scenario	What you might get back after costs	4172,53 EUR
	Average return each year	8,34 %
Favorable scenario	What you might get back after costs	7628,79 EUR
	Average return each year	15,25 %

This table shows how much you could get back or pay in 5 years under different scenarios for a reference amount of EUR 10,000. The scenarios presented show how your investment could develop. You can compare them with the scenarios for other products.

The scenarios shown represent an estimate of future performance based on past values; they are not an exact indicator. How much you actually receive or pay depends on how the market performs and how long you hold the product.

The stress scenario shows what you could get back or pay in the event of extreme market conditions and does not take into account the event that we may not be able to pay out.

The figures quoted include all costs of the product itself, but may not include all costs you may have to pay to your advisor or distributor. The figures quoted do not take into account your personal tax situation, which may also affect how much you receive back or pay.

3. What happens if DenizBank is unable to pay you?

Contractual partners of derivatives are exposed to the risk that DenizBank AG may not be able to fulfill its obligations under the derivative, for example in the event of insolvency (illiquidity/over indebtedness) or an official order for winding-up measures. The product is not subject to any investor or guarantee system.

4. What are the costs?

A) Costs over time

The Reduction in Yield (RIY) shows how the total costs you pay affect the performance of this product. The total cost includes one-time, ongoing and incremental costs.

The amounts shown here represent the cumulative cost of the product for the recommended holding period. The figures shown assume that the subscription amount is EUR 10,000. The figures are estimates and may be different in the future.

The person selling you this product may charge you additional costs. If this is the case, the person will inform you about these costs and show you how all costs will affect your investment over time. The table below is based on the recommended holding period, which is the term of the contract.

Investment EUR 10.000,- Scenarios	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
Total Costs	EUR 50,00	EUR 50,00	EUR 50,00
Impact on return (RIY) per year	0,50%	0,17%	0,10%

B) Composition of costs

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 what the different cost categories mean. The costs shown in the table below relate to the performance scenarios.

This table shows the impact on return per year			
One-off costs	Entry costs	0,5 % p.a.	The impact of the costs you pay when entering your investment and the costs already included in the price. This is the most you will pay and you could pay less.
	Exit costs	0,0 % p.a.	The impact of the costs of your investment when it matures.

5. How long should I hold the investment and can I take money out early?

Recommended holding period: 5 years

The recommended holding period corresponds to the settlement date. This product cannot be redeemed easily. This means that it is difficult to estimate how much you will get back or pay if you redeem before the recommended holding period. You are either not entitled to terminate the product prematurely or this will be associated with significant costs for you.

6. How can I complain?

If you have complaints about the Product, the conduct of the Product Manufacturer and/or a person selling the product, please address them in writing to DenizBank AG, Feedback Management, Thomas-Klestil-Platz 1, 1030 Vienna or send an e-mail to feedback@denizbank.at. For further information on complaints, please visit our website www.denizbank.at/en/customerservice/feedbackmanagement/.

7. Other relevant information

This Key Information Document does not contain all information relating to this product. It is pointed out that the scenario calculations stated in the basic information sheet are based on a methodology prescribed in the Delegated Regulation (EU) 2017/653. Compliance with the prescribed calculation methodology leads to unrealistic scenarios and values for a number of products. Despite this fact, we are legally obliged to disclose them and to maintain the calculation methodology.