

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: Commodity Swap

Name of the PRIIPs KID Manufacturer: DSK Bank AD

Date of Production: 3/31/2022

<http://www.dskbank.bg>

Call +359 2 93 91 304 for more information

Competent Authority: The Financial Supervision Commission is responsible for the regulation of DSK Bank in its capacity of investment intermediary.

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

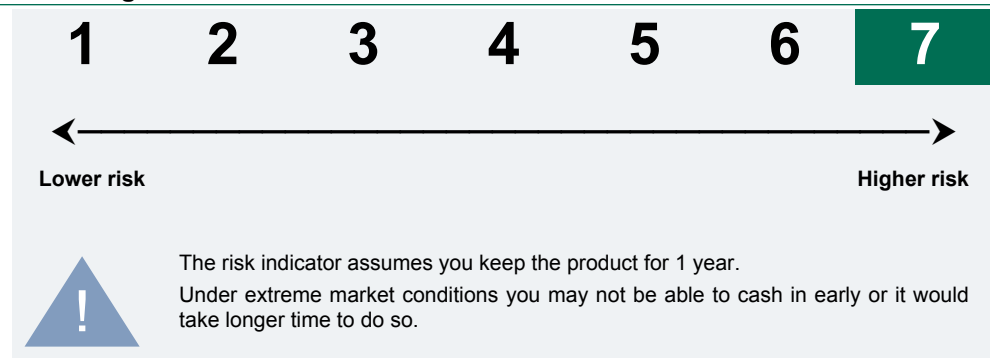
What is this product?

Type	Commodity Swap			
Objectives	Commodity swaps (european style) are binding agreements to exchange payments on pre-agreed commodity amount on a future date (settlement date) that are defined upon trade conclusion. One counterparty pays the fixed price, and the other pays the variable price, which is either defined at the closing deal or at maturity the latest. On settlement date the difference between the fixed price and the variable price is cash settled on the underlying commodity amount.			
	Date	3/31/2022	Amount per Unit	101.351034245 bbl
	Commodity	ICE Brent Crude Futures	Fixed price	84.3726 USD/bbl
	Currency	USD	Tenor	1 year
	Fixed price payer	Customer	Variable price payer	Bank

Intended retail investor This product, Commodity Swap, is aimed at retail clients, who are interested in hedging and who have a medium term investment horizon of between 3 and 5 years. The Commodity Swap is a product for informed investor with average knowledge of and/or experience with financial products. The investor can bear no or only minor losses of the investment amount and puts emphasis on capital protection.

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.

This rates the potential losses from future performance at a very high level, and extreme market conditions are very likely to impact the capacity of DSK Bank AD 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.

* Further details can be found in the 'How long should I hold it and can I take money out early?' section of this document.

Performance scenarios

Investment of EUR 10,000**		1 year (Recommended holding period)
Stress scenario	What you might get back after costs	EUR -59,798
	Average return each year	-597.98%
Unfavourable scenario	What you might get back after costs	EUR -10,359
	Average return each year	-103.59%
Moderate scenario	What you might get back after costs	EUR -2,894
	Average return each year	-28.94%
Favourable scenario	What you might get back after costs	EUR 2,366
	Average return each year	23.66%

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

This table shows the money you could get back over the next 1 year, under different scenarios, assuming that you invest EUR 10,000.

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 of extreme market conditions where we are not able to pay you.

Under extreme market conditions it could happen that 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.

The figures shown include all the costs of the product itself, and include the costs of your service provider.

The figures do not take into account your personal tax situation, which may also affect how much you get back.

What happens if DSK Bank AD is unable to pay out?

The fulfillment of the Bank's obligation for this product depends on its creditworthiness. You are exposed to the risk that the manufacturer of the product will not be able to fulfill its obligation in relation to it, e. g. in case of insolvency.

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 the one-off costs.

The amounts shown here are the cumulative costs of the product itself, for the recommended holding period. The figures assume you invest EUR 10,000. 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 of EUR 10,000	If you cash in at the recommended holding period
Total costs	EUR 500.00
Impact on return (RIY) per year	5.42 %

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.
- What the different cost categories mean.

This table shows the impact on return per year

One-off costs	Entry costs	5.42%	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.

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

Recommended holding period: This product is designed to be held to the agreed 1 year date in order to match your investment requirement.

**The calculation is based on a notional of EUR 10,000.

Under extreme market conditions 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 DSK Bank AD, 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 either you or DSK Bank AD. 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 Commodity Swap and will be influenced by a number of factors which include but are not limited to: whether it is an increasing or decreasing commodity environment; the movement of the commodity price since the trade date; the amount affected by the early termination.

The Early Termination Payment amount represents the economic value of what DSK Bank AD 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 DSK Bank AD.

How can I complain?

A customer can file a complaint regarding the product offered through any of the following channels:

- By mail, sent to the address of the Head Office: 19 Moskovska str. / 5 Benkovski str., Sofia 1036, Bulgaria
- By e-mail, sent to the Bank's Call Center: call_center@dskbank.bg
- Through the feedback form on the Bank's website: <https://dskbank.bg/>

A client may submit a complaint to the Financial Supervision Commission as described on its website. Complaints to the Commission can be sent to the address: 16 Budapest Str., 1000 Sofia or to the e-mail: delovodstvo@fsc.bg.

Other relevant information

For more information regarding the products you may contact us:

Department Sales of Treasury Products - +359 2 80 10 862, +359 2 97 66 233

Website: <https://dskbank.bg/>