



- Press Release -

## Innovation by BANCA AKROS: announcing the *Equity Premium Accelerator Coupon Certificates*

### The series includes 15 *Equity Premium Certificates* – 18 month term – with *Accelerator Coupon*

Milan, 4 October 2022 - Banca Akros (Banco BPM Group) has issued and listed in direct listing on Cert-X of the Italian Stock Exchange a new series of *Investment Certificates* intended for "self directed investors": there are 15 *Equity Premium Accelerator Coupon Certificates* and an 18 month term.

The 4 October issue represents a novelty on the Italian market, making Banca Akros a product house capable of offering innovative structures, thus enabling investors to choose from a wider range of investment products. A special feature of this series of *Certificates* is that an additional premium can be obtained, in the event of early redemption, equal to the sum of all future premiums that the investor would have been able to obtain had the *Certificate* not expired early.

The new tranche of *Investment Certificates* features a minimum denomination of 100 Euros, maturity on 28/03/2024 and provides for the payment of 2 conditional quarterly premiums in December 2022 and March 2023, which are paid if the underlying share does not fall below the *Coupon Threshold Level*. In addition, as from June 2023, if on the quarterly interim valuation dates the value of the underlying share is greater than or equal to the initial value, the *Certificate* will expire early redeeming the issue price of €100 plus the quarterly premium and any future quarterly premiums the investor might have received if the *Certificate* had not expired early.

In the event that the *Certificate* has not been redeemed early, at maturity, it is sufficient that the value of the underlying is not lower than the *Barrier Level* for the investor to receive a redemption equal to the Issue price plus the last premium. In the event that the underlying were to fall below the *Barrier Level*, the investor would receive a redemption amount equal to that which they would have obtained by investing directly in the underlying share, thereby incurring a loss on their invested capital.

Following are the main features of the new issue:

ISIN	Underlying Share	Quarterly Coupon	Initial Reference Value	Barrier Level and Coupon Threshold Level	Autocallability Level	First Early Repayment Amount*	Second Early Repayment Amount*	Third Early Repayment Amount*
IT0005510182	Intesa Sanpaolo S.p.A.	2.10 EUR	1.655	1.07575 (65%)	1.655 (100%)	108.40 EUR	106.30 EUR	104.20 EUR
IT0005510323	Intesa Sanpaolo S.p.A.	2.60 EUR	1.655	1.24125 (75%)	1.655 (100%)	110.40 EUR	107.80 EUR	105.20 EUR
IT0005510307	Unicredit S.p.A.	2.45 EUR	10.19	6.114 (60%)	10.19 (100%)	109.80 EUR	107.35 EUR	104.90 EUR
IT0005510133	Deutsche Bank AG	2.60 EUR	7.594	4.5564 (60%)	7.594 (100%)	110.40 EUR	107.80 EUR	105.20 EUR
IT0005510141	Eni S.p.A.	1.90 EUR	10.802	6.4812 (60%)	10.802 (100%)	107.60 EUR	105.70 EUR	103.80 EUR
IT0005510166	Eni S.p.A.	2.75 EUR	10.802	8.1015 (75%)	10.802 (100%)	111.00 EUR	108.25 EUR	105.50 EUR
IT0005510174	Enel S.p.A.	2.10 EUR	4.248	3.186 (75%)	4.248 (100%)	108.40 EUR	106.30 EUR	104.20 EUR
IT0005510315	TotalEnergies SE	2.25 EUR	47.305	33.1135 (70%)	47.305 (100%)	109.00 EUR	106.75 EUR	104.50 EUR
IT0005510364	Stellantis N.V.	2.30 EUR	12.214	7.3284 (60%)	12.214 (100%)	109.20 EUR	106.90 EUR	104.60 EUR
IT0005510331	Leonardo S.p.A.	2.10 EUR	7.4	4.44 (60%)	7.4 (100%)	108.40 EUR	106.30 EUR	104.20 EUR
IT0005510372	Tenaris SA	2.15 EUR	13.24	8.606 (65%)	13.24 (100%)	108.60 EUR	106.45 EUR	104.30 EUR
IT0005510349	Moncler S.p.A.	2.25 EUR	(42.19)	31.6425 (75%)	42.19 (100%)	109.00 EUR	106.75 EUR	104.50 EUR
IT0005510299	Pirelli & C S.p.A.	2.65 EUR	3.27	2.4525 (75%)	3.27 (100%)	110.60 EUR	107.95 EUR	105.30 EUR
IT0005510158	Bayer AG	2.25 EUR	47.72	35.79 (75%)	47.72 (100%)	109.00 EUR	106.75 EUR	104.50 EUR
IT0005510356	STMicroelectronics N.V.	2.15 EUR	31.815	20.67975 (65%)	31.815 (100%)	108.60 EUR	106.45 EUR	104.30 EUR

\*Includes the Quarterly Coupon for the relevant quarter

To clarify the functioning of the new *Equity Premium Accelerator Coupon Series*, take the *Certificate* on Intesa Sanpaolo (IT0005510323) as an example.



The Certificate has a nominal value of 100 Euros and provides for:

- in the first 2 quarters, the payment of quarterly periodic premiums equal to 2.60 Euros if the value of the Intesa Sanpaolo share on the interim valuation dates (22/12/2022 and 23/03/2023) is equal to or greater than the Coupon Threshold Level (equal to 1.24125)
- in the third quarter, there are 3 possible scenarios depending on Intesa Sanpaolo's share value as at 23/06/2023:
  - a) if the underlying share is priced at a level greater than or equal to the Initial Reference Value, equal to 1.655, the Certificate expires early, redeeming 110.40 Euros (i.e. the Issue Price plus the expected Quarterly Coupon and any future premiums that could have been received if the Certificate had not expired early);
  - b) if the underlying share is priced between the Coupon Threshold Level (equal to 1.24125) and the Initial Reference Value (equal to 1.655), the Certificate pays out the Quarterly Coupon equal to 2.60 Euros and we proceed to the next observation date;
  - c) if the underlying share price falls below the Coupon Threshold Level, no premium is paid and we proceed to the next interim valuation date;
- in the fourth quarter, the scenarios mirror those described above, but in the case of early redemption the early redemption value is 107.80 Euros;
- in the fifth quarter, the scenarios mirror those described above, but in the case of early redemption the early redemption value is 105,20 Euros;

At maturity there are two possible scenarios:

- If the Intesa Sanpaolo share on the final recognition date (21/03/2024) is quoted at a level equal to or higher than the Barrier Level (equal to 1.24125), the Certificate reimburses the Issue Price equal to 100 Euros plus the last premium of 2.60 Euros;
- Otherwise, the investor receives an amount commensurate with the loss recorded by the underlying share as if he or she had invested in the Intesa Sanpaolo share at a price of 1.655 Euros (Initial Reference Value)

For more information, details and legal documentation, please refer to the dedicated page on our website:

<https://www.bancaakros.it/equity-premium-certificate-accelerator-ottobre2022/>