

Purpose of the Document

This document will provide you with key information about this investment product. This is not promotional material. The provision of this information is required by law to help you understand the nature, risks, costs, potential returns and losses associated with this product and compare it with other products.

Product: Par Forward
 Creator: AKCENTA CZ a.s. (www.akcenta.eu)
 Competent supervisory authority: Czech National Bank
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Warning

The product you are considering buying is complex and may be difficult to understand. The product is not suitable for every investor. The product is suitable for an active investor who has experience and is aware of investment risks.

I. What product is it?

Type

The par forward is based on the same principles as the standard forward, i.e. a precisely defined amount is hedged at a fixed rate on a given date. The difference comparing to standard forwards is the possibility to set up a series of multiple forwards of the same amounts with regular maturities. The final rate for all forwards in a given series of the par forward is determined by the average time-weighted forward points for each maturity. Such a rate is usually more favourable for the customer than the average rate for individual standard forwards. In addition to the standard benefits of exchange rate security for the future, the advantage lies in a uniform rate for all maturities. Therefore, the customer does not get a different forward rate for each maturity, as is the case with standard forwards. On the other hand, in the case of regular foreign collections, the customer has the option to use one hedging product instead of individual forwards. There are no fees for closing a par forward trade. There is no limit on the number of such trades or their maximum amount. A trade is binding at the moment of arranging the transaction.

Goals

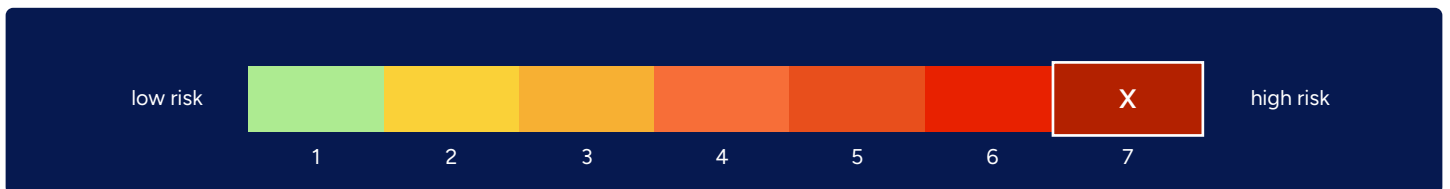
If the customer knows that their incoming payments or liabilities will come due in the next few months, it may be convenient for them to use a par forward in an effort to avoid any rate fluctuations. In this case, this product provides the client with the security of a fixed rate, along with the ability to better use the fixed rate in financial planning calculations.

Intended customer

This product is only suitable for corporate customers who have sufficient experience in hedging against currency risks. As the market rate may develop differently from customer expectations, it is necessary that customers are aware of this risk and are able to bear any financial loss from a negative development. Customers are assumed to have a high tolerance for risk and understand the consequences and risks associated with trading these products.

II. What risks am I taking and what return could I achieve?

Risk indicator:



The risk indicator assumes that you will keep the product for the entire maturity period. The actual risk may be significantly different if the customer divests early. This product is a high-risk product. The prices of the underlying assets can fluctuate considerably in a short period of time and the customer may suffer a significant unlimited loss.

All derivative contracts are legally classified as 7, which is the highest risk class. The product has been placed in this category based on its character. Its performance for the customer is dependent on the future development of market rates.

Performance scenarios

The currency par forward example is based on realistic fundamentals. The example may not exactly match the specific terms of your contract.

Example for EUR buyers – PAR FWD EURCZK purchase for 1 year, amount 12 x EUR 100,000 (maturity EUR 100,000 per month)

Position scenario	Opening rate of the position	% change in rate	Referential fixing at maturity	Profit / Loss [CZK]
Stress	24,900	-1,5%	24,527	-37 300,00
Unfavourable	24,900	-0,5%	24,776	-12 400,00
Moderate	24,900	0,3%	24,975	7 500,00
Favourable	24,900	1,0 %	25,149	24 900,00

The scenarios presented are estimates of future performance based on past facts regarding rate developments and are not an accurate indicator. The stress scenario shows what you can get back or what you will have to pay in extreme cases. These figures include all costs of the product itself. The figures do not take into account your personal tax situation, in particular the tax regulations of your home country, which may also affect the success of your investment.

III. What happens if AKCENTA is unable to make a payment?

If AKCENTA fails to meet its obligations under this product or is unable to make a payment, you may lose all or part of your payment or suffer an unlimited loss. This product is not protected by any deposit insurance scheme, statutory or other insurance.

IV. What costs are associated with the investment?

The costs shown below are based on a hypothetical trade reflecting current market prices. The specific costs you may incur in purchasing such a product may vary and will depend on market prices at the time of purchase. These amounts represent the cumulative cost of the product itself for the recommended holding period (assumed 365 days). The table below shows the impact of each cost on the return on investment.

One-off costs	The fee is charged when the transaction is opened.	0%
Running costs	Subsequent running fees associated with holding product positions/fees in the underlying asset market.	0%
Collateral composition	The amount of collateral is based on the size of the investment and the financial stability of the client. The collateral is deposited in a separate client IPA.	1-20%
Incidental costs	Performance fees/Capital appreciation fees.	0%

The person selling or advising you about the product may charge you different costs. If so, this person will provide you with information about these costs and explain the impact that all the costs will have on your investment over time.

V. How long should I hold the investment? Can I withdraw money early?

The recommended holding period is the same as the agreed maturity date. The customer is not entitled to unilaterally withdraw from the product before the end of the contractually agreed holding period. Depending on the market value of the product, the customer may make a profit or loss upon termination.

VI. How can I make a complaint?

All the necessary information for the handling of complaints and claims can be found at <https://www.akcenta.com/claims-form>. The details are listed in the Claims Policy, which is also available on the website. Under the conditions set out in the legislation, you can contact the Czech National Bank (www.cnb.cz) or the Financial Arbitrator (www.finarbitr.cz).

VII. Other relevant information

For more information on this product, please visit our website <https://www.akcenta.com/forward-transactions> or contact the relevant AKCENTA CZ expert at +420 498 777 800.