

**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: Currency SWAP  
 Creator: AKCENTA CZ a.s. (www.akcenta.eu)  
 Competent supervisory authority: Czech National Bank  
 Date and time of issue: 01/01/2024 8:00

**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**

A currency swap is a combination of a spot trade and a forward or two forwards. It is an agreement to buy or sell one currency for another, with simultaneous resale or purchase at a future fixed date at a pre-agreed rate. When using a swap as an additional instrument, the client must take into account the cost of the swap rate, which will be based on the current rate adjusted by forward points. 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**

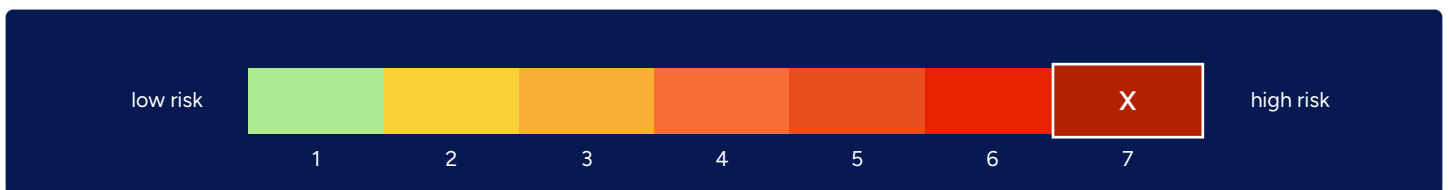
This product is suitable for customers who need to make an immediate conversion of one currency into another through a spot or forward transaction, while committing to make the opposite exchange at a pre-agreed rate in the future. A swap is typically used to bridge a temporary liquidity shortage in one currency while simultaneously creating a liquidity surplus in another currency. The aim of the spot part of the contract is for the investor to immediately obtain foreign currency, which can be used immediately, for example, to pay their currently due obligations in foreign currency.

**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 swap example is based on realistic fundamentals. The example may not exactly match the specific terms of your contract.

Example of EURCZK buy-sell SWAP for 1 year, amount of EUR 100,000:

1. Leg: spot purchase of EURCZK 24.500
2. Leg: forward sale of EURCZK

Position scenario	Opening rate of the position	% change in rate	Referential fixing at maturity	Profit / Loss [CZK]
Stress	24,750	1,50%	25,121	-37 100,00
Unfavourable	24,750	0,50%	24,874	-12 400,00
Moderate	24,750	-0,30%	24,676	7 400,00
Favourable	24,750	-1,00%	24,503	24 700,00

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.

<b>One-off costs</b>	The fee is charged when the transaction is opened.	0%
<b>Running costs</b>	Subsequent running fees associated with holding product positions/fees in the underlying asset market.	0%
<b>Collateral composition</b>	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%
<b>Incidental costs</b>	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](http://www.cnb.cz)) or the Financial Arbitrator ([www.finarbitr.cz](http://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.