

PRODUCT DISCLOSURE DOCUMENT

PURPOSE

This document provides you with information about this product to help you understand the nature, risks, potential gains and losses of the product. The target clients for this product are determined accordingly to the relevant Product Governance procedure of each business line of the Group. This document is made available to you to satisfy regulatory information requirements about financial instruments in accordance with regulatory requirements. General disclosures relating to BNP Paribas, its services, and financial instruments (including general risk warnings of the risks associated with financial instruments) it may offer to clients are also contained in the client package that was made available to you. These general disclosures remain applicable to this product.

PRODUCT

Interest Rate Swap - Client fixed rate payer	
Product name	Interest Rate Swap - Client fixed rate payer ("IRS", "Swap" or "this Product")
Product manufacturer	BNP Paribas SA ("BNPP" or "the Bank")

WHAT IS THIS PRODUCT?

► TYPE

An "over the counter" (OTC) derivative contract on interest rate.

► OBJECTIVES

The objective of This Product is to manage the risk of unfavourable fluctuations of interest rates, up to maturity. On the trade date, via this Product, you and the Bank agree to exchange interest payments on the relevant Notional Amount (in the Currency of "this Product") up to maturity:

On each Floating Rate Payment Date, you receive* the applicable Floating Rate applied to the relevant period and the relevant Notional Amount in the Currency of "this Product". (* or pay its absolute value if it is negative).

On each Fixed Rate Payment Date, you pay the Fixed Rate applied to the relevant period and the relevant Notional Amount in the Currency of "this Product" Product Currency.

► PRODUCT MAIN FEATURES

Calculation Agent	BNP Paribas
Effective Date	15/12/2017
Maturity Date (or Termination Date)	15/12/2022
Currency	EUR
Notional Amount	EUR 1,000,000
Fixed Interest Rate (or Fixed Rate)	1.50%
Fixed Rate Day Count Fraction	Act/360
Fixed Rate Payment Dates	Quarterly
Reference Rate (or Floating Rate)	3m EURIBOR
Fixing Date	In-advance
Floating Rate Day Count Fraction (Floating Rate Basis)	Act/360
Floating Rate Payment Date	Quarterly
Premium	0

► INTENDED CLIENT

This Product is only for clients who:

- Pay the Floating Rate + a credit margin under one or more debt, or receive a fixed rate via one or more asset(s),
- Have the financial capacity to enter into This Product and to bear any potential loss related thereto;
- Need, up to maturity, a protection against a possible rise of the Floating Rate, under those debt(s), or wish to receive a Floating Rate instead of the Fixed Rate under those asset(s), and
- Have sufficient knowledge and experience to understand how This Product works and to assess the associated opportunities and risks.

WHAT ARE THE RISKS AND BENEFITS OF THE PRODUCT?

Risks	Benefits
A client paying the Fixed Rate may incur additional payments (on top of the Fixed Rate Payment) if the Floating Rates dip below 0%.	For a client paying the Fixed Rate, this Product offers protection against a possible increase of the Floating Rate.
There is unlimited downside.	

► SCENARIO ANALYSIS

CAUTION: The following scenario is provided solely for illustrative purposes. All figures in the table are hypothetical and are intended only to demonstrate how cash-flows are calculated at each expiration date. They do not represent a precise reference, nor any forecast of future exchange-rate movements. The cash-flows derived from the rates in the table do not incorporate discounting. Therefore, should the scenario materialise, the total cash-flows would not be equivalent to the option's mark-to-market value.

Note that the scenario analysis is based on a single Payment Date. The cashflow exchanged will be evaluated on every Payment Date.

Payment Date	Reference Rate (or Floating Rate)	Fixed Rate Payment EUR	Floating Rate Payment EUR	Net Cash Flow EUR
15/12/2022	1.50%	-3,791.67	+3,791.67	0
15/12/2022	1.20%	-3,791.67	+3,033.33	-758.34
15/12/2022	1.80%	-3,791.67	+4,550.00	+758.33

Scenarios details:

- Reference Rate (or Floating Rate) = 1.50% (equal Fixed Rate of 1.50%)

On 15/12/2022, the cash flow received by the client is equal to $1.50\% \times \text{Day Count Fraction} \times \text{Notional Amount} = 3,791.67$ EUR, and the cash flow paid by the client is equal to $1.50\% \times \text{Day Count Fraction} \times \text{Notional Amount} = 3,791.67$ EUR.

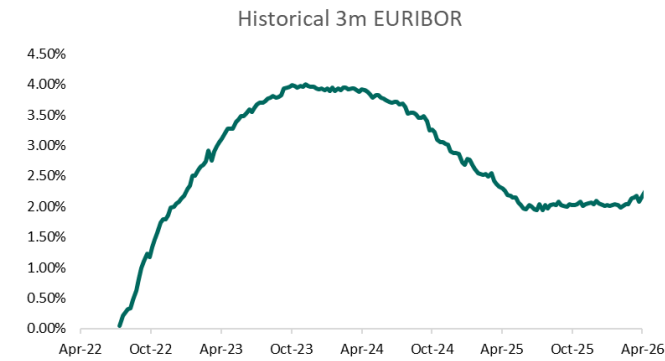
- Reference Rate (or Floating Rate) = 1.20% (below Fixed Strike of 1.50%)

On 15/12/2022, the cash flow received by the client is equal to $1.20\% \times \text{Day Count Fraction} \times \text{Notional Amount} = 3,033.33$ EUR, and the cash flow paid by the client is equal to $1.50\% \times \text{Day Count Fraction} \times \text{Notional Amount} = 3,791.67$ EUR.

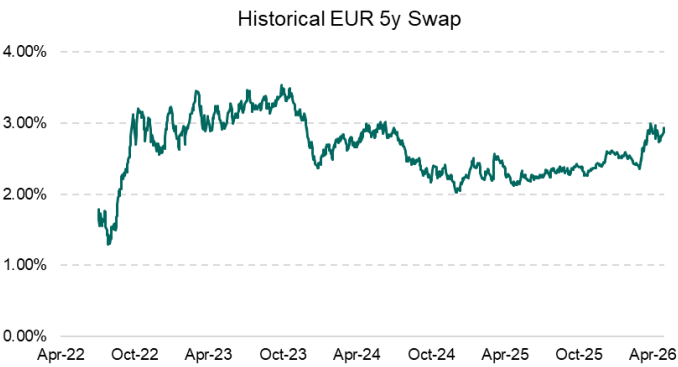
- Reference Rate (or Floating Rate) = 1.80% (above Fixed Strike of 1.50%)

On 15/12/2022, the cash flow received by the client is equal to $1.80\% \times \text{Day Count Fraction} \times \text{Notional Amount} = 4,550.00$ EUR, and the cash flow paid by the client is equal to $1.50\% \times \text{Day Count Fraction} \times \text{Notional Amount} = 3,791.67$ EUR.

► Market References: Historical Performance



July 2022 – April 2026 Historical 3m EURIBOR	
Maximum	4.00%
Minimum	0.04%
Average	2.75%
Last Price	2.15%



July 2022 – April 2026 Historical EUR 5Y Swap**	
Maximum	3.54%
Minimum	1.30%
Average	2.64%
Last Price	2.88%

**Interest Rate Swap with standard market terms and conditions.