

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

Credit Default Swap: protection Buyer

Product name	5Y Credit Default Swap on STELLANTIS N.V.
Product manufacturer	BNP Paribas SA ("BNPP" or "the Bank")

WHAT IS THIS PRODUCT?

► TYPE

This product is an "over the counter" (OTC) hedging instrument.

► TERM

This product has a fixed term and will expire on the Maturity Date.

► OBJECTIVES

The objective of this product is to provide you with protection against a Credit Event on the Reference Entity in exchange for a periodic premium in accordance with the Premium provisions below.

In case of a Credit Event, the product's protection is activated, and it pays a settlement amount equal to 1-Recovery Rate, where the Recovery Rate is described below. A final premium payment on the portion accrued to the Event Determination Date is due, but no subsequent premium payments are due to be paid following a Credit Event. The events constituting Credit Events are summarised below:

Bankruptcy: the Reference Entity experiences bankruptcy or liquidation or insolvency or related events.

Failure to Pay: the Reference Entity fails to make payments to creditors due on its debt at all or in good time.

Restructuring: the Reference Entity's debt is restructured on terms that are detrimental to the holder(s) of the relevant debt in a form that is binding on all holder(s).

Whether or not a Credit Event has occurred will be determined by a committee named CDDC, or, in the absence of a CDDC determination, by the product's calculation agent. Only Credit Events occurring between the Credit Event Backstop Date and the Maturity Date shall affect the product (earlier or later Credit Events shall not be taken into account).

Cashflow following a Credit Event: If a Credit Event occurs with respect to the Reference Entity, the product will terminate following the determination of the Recovery Rate (as described further below) and the payment of the corresponding settlement amount.

Where:

CDDC is a Credit Derivatives Determinations Committee established by the International Swaps and Derivatives Association, Inc. (ISDA) (or any successor thereto), further information on the committee, its members and its rules is available at the following website: www.cdsdeterminationscommittees.org.

The Event Determination Date is the date on which the CDDC is asked to determine whether the relevant Credit Event has occurred or, the date on which the product calculation agent notifies the Issuer that a Credit Event has occurred.

The settlement date following a Credit Event is the date falling 3 business days after the determination of the Recovery Rate.

The Recovery Rate is a percentage, determined in respect of one or more obligations of the Reference Entity, in an auction procedure organised by the CDDC after determination of a Credit Event (or if an auction does not happen, by the product calculation agent seeking dealer quotations to determine the price of selected obligations of the Reference Entity that will be used as Recovery Rate).

The Premium Rate is the relevant Premium on the relevant Premium Payment Date of the Notional Amount.

► PRODUCT MAIN FEATURES

Buyer of CDS protection	Client
Reference Entity	STELLANTIS N.V.

Seniority	Senior Level
Transaction Type	Standard European Corporate
Reference Obligation	XS2325733413
CDS Currency	EUR
Maturity Date	20 June 2031
CDS Spread*	162.5 bps (1.625%)
Premium	5 per cent per annum
Premium Payment Dates	20th March, 20th June, 20th September, and 20th December in each year, subject to adjustment according to the Following Business Day Convention.
Upfront cost	-15.39%**
Accrued premium upon default?	Yes
Settlement method	Auction settlement (fallback settlement method: cash settlement)

*The CDS Spread is the theoretical premium payable a buyer of CDS protection if the Credit Default Swap traded with no Upfront cost (i.e. if the cost to enter the product was 0). You can learn more about CDS spread to upfront conversion at <https://cdsmodel.com/>.

** The Upfront Cost can be positive (the protection buyer pays upfront) or negative (the protection buyer receives upfront). Clean Upfront convention is used.

In the event that the Reference Entity transfers all or a portion of its obligations to one or more other entities, those entities may be determined to be successors to the Reference Entity and such successor entity (or entities) may replace the Reference Entity. Following such succession an investor will take credit risk on the relevant successor(s) instead of the Reference Entity specified above. In the event that an entity is split into two (or N) new entities following a succession event, each with a Weight corresponding to half (or 1/N) of the initial entity's Weight, a Credit Event in respect of any of such new entities shall constitute half (or 1/N) of a Credit Event. Similarly in the event of a merger of two (or N) entities within the index into a single entity, a Credit Event in respect of such a merged entity shall constitute two (or N) Credit Events.

All cashflows described in this document (including potential gains) are calculated on the basis of the Notional Amount, excluding costs, social contributions and taxation applicable to this type of investment.

► INTENDED CLIENT

This Product is only for clients who:

- Would like to hedge exposure against a given entity to hedge existing exposures.
- Have been informed or have sufficient knowledge of the financial markets, their functioning and their risks, and the asset class of the underlying.

WHAT ARE THE RISKS AND BENEFITS OF THE PRODUCT?

Risks	Benefits
A fixed premium of 5% p.a. is paid periodically.	The investor receives protection worth 1-Recovery against a potential bankruptcy, payment default, or restructuring of the Reference Entity.
The payment received in case of Credit Event is not known in advance, and may not match the assets or liabilities you are aiming to hedge. There is a risk of a higher Recovery at the Auction process, leading to a lower payout under the CDS contract.	The recovery is based on an auction conducted by the regulated and standardized ISDA framework whose purpose is to ensure transparency and limit conflicts of interest.
As a hedging product, the product has negative carry: assuming all parameters remain the same, the value of the product will decrease over time.	The premiums paid are fixed. They reduce to 0 following a Credit Event.
You will pay and receive payments in the product's currency, which may be different from your domestic currency. In this case, be aware of currency risk. The final return you will get depends on the exchange rate between the two currencies.	
The CDSs are sophisticated instruments, which can involve a significant degree of risk and are intended for sale only to those investors who are knowledgeable in investment matters and who are capable of understanding the risks involved in such instruments. A prospective investor should consider carefully whether the	

CDSs are suitable in light of his/her experience, objectives, financial position and other relevant circumstances.

► SCENARIO ANALYSIS

Unfavourable Scenario: No Credit Event occurs

An upfront value of 15.39% is received at initiation.

A periodic premium of 5% p.a. is paid quarterly throughout the life of the product.

CDS trade date	Upfront cost (received by the protection buyer if negative)	Fixed Coupon	Maturity Date	Total cashflow
27 April 2026	-15.39%	5% p.a., paid quarterly, Act/360, up and until the Maturity Date.	20 th June 2031	-11.25% (+15.39% upfront -26.64% in premiums paid)

Favourable scenario: A Credit Event occurs, with settlement date on the 27th April 2029

An upfront value of 15.39% is received at initiation.

A periodic premium of 5% p.a. is paid quarterly. The premium stops accruing on the Event Determination Date.

A Credit Event occurs and the ISDA auction determines a recovery value of 40%.

60% (i.e. 1-Recovery) is received on the settlement date.

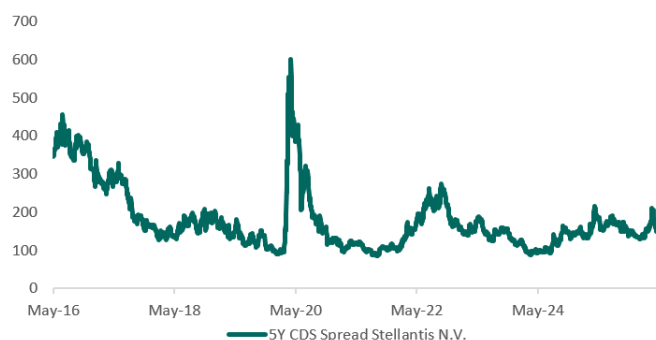
CDS trade date	Upfront cost (received by the protection buyer if negative)	Fixed Coupon	Credit Event Settlement Amount on the Settlement Date	Total cashflow
27 April 2026	-15.39%	5% p.a., paid quarterly, Act/360, up until the Event Determination Date.	60%	+59.64% (+15.39% upfront, -15.75% in premiums paid, +60% Credit Settlement Amount)

► Market References: Historical Performance

Historical 5Y CDS Spread

Disclaimer: here the maturity is reset periodically to ensure a maturity constantly between 5 years 3 months and 4 years 9 months. While this allows for historical price comparisons of the product you are entering into, the product you are entering into will have a decreasing maturity over time. As the maturity decreases, assuming all parameters remain the same, the value of the product will decrease.

Historical 5Y CDS Spread on Stellantis N.V.



May 2016 – April 2026 5Y CDS Spread Stellantis N.V.	
Maximum	600.00
Minimum	85.50
Average	178.58
Last Price	162.50

