

# Key Information Document

## European Foreign Exchange Put Option (Short)



**BERENBERG**  
PRIVATBANKIERS SEIT 1590

This is an illustrative Key Information Document (KID), that explains only the general functionality of the product representing an example trade. Your actual transaction may differ regarding costs, performance scenarios and payouts depending on the actual value and investment amount. If you want to receive a KID specific to your transaction, you may request it from your Berenberg representative.

### Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

### Product

|                                |  |
|--------------------------------|--|
| Product name                   | 58 days European Foreign Exchange Put Option (Short) on EUR/USD (the <b>product</b> )  |
| Product Manufacturer           | Joh. Berenberg Gossler & Co. KG (Berenberg), Neuer Jungfernstieg 20, 20254 Hamburg, Germany, product manufacturer's website: <a href="http://www.berenberg.de/en/legal-notice">www.berenberg.de/en/legal-notice</a> For more information call + 49 40 350 60-0 |
| Competent Regulatory Authority | Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin)  |
| Date of production of the KID  | January 15, 2023 21:01 CET   |

Please note: You are about to purchase a product that is not simple and may be difficult to understand.

## I. What is this product?

**Type:** The product is an "over-the-counter" (OTC) European Foreign Exchange Put Option (Short) derivatives contract.

**Term:** The expiration date of the product is March 15, 2023. The term of the product is 58 days. The product does not provide the option that if certain extraordinary events occur, you and/or the product manufacturer can terminate the product early. Therefore the product cannot be terminated. You may nevertheless enter into an additional counter transaction that offsets the economical effect of this contract. The performance scenarios and cost tables below refer to the recommended holding period of 58 days. As the figures are not annualized, they cannot be compared to figures from products with a recommended holding period greater than 1 year or a different recommended holding period.

**Objectives:** The product is a complex financial instrument linked to the exchange rate between Euro (EUR) and US Dollar (USD) (the **underlying**).

By entering into this product, you sell the right (the **option**) to sell EUR against USD, at a specified exchange rate (the **strike**) in an amount equal to the **contractual amount** depending on the level of the **underlying** on a given date (the **expiration date**). For granting this right, you receive a premium (the **option premium**) from the purchaser of the option contract (Berenberg).

On the **expiration date**:

- If the **underlying** depreciates, for example where the exchange rate between EUR and USD is **below** the **strike**, Berenberg may exercise the **option** and your resulting loss may potentially be unlimited. You will make a positive return on your investment if the exercise value (the difference between the prevailing exchange rate at the **expiration date** and the **strike**) does not exceed the **option premium** received.
- If the **underlying** appreciates, for example where the exchange rate between EUR and USD is **above** the **strike**, Berenberg may not exercise the **option** and your gain will correspond to the **option premium** you have received.

The product does not pay any interest or other periodic amount during its lifetime.

### Product data:

|                                  |                       |                    |                       |
|----------------------------------|-----------------------|--------------------|-----------------------|
| Option type                      | Put option (short)    | Option style       | European style option |
| Option premium                   | EUR 1,000.00          | Contractual amount | EUR 1,000,000.00      |
| Spot exchange rate on trade date | 1.00 EUR = 1.0832 USD | Strike             | 1.00 EUR = 1.0832 USD |
| Delivery date                    | March 17, 2023        | Expiration date    | March 15, 2023        |
| Trade date                       | January 16, 2023      |                    |                       |

### Underlying data:

|            |         |                 |                                     |
|------------|---------|-----------------|-------------------------------------|
| Underlying | EUR/USD | Underlying type | Spot foreign currency exchange rate |
|------------|---------|-----------------|-------------------------------------|

**Intended retail investor:** This product is intended for retail investors with sufficient knowledge and/or experience in these types of products, an ability to bear significant investment loss and an investment horizon below one year.

## II. What are the risks and what could I get in return?

### Summary Risk Indicator

Lower Risk < 1 2 3 4 5 6 7 > Higher Risk



The risk indicator assumes you keep the product until March 15, 2023. You may not be able to end early. You may have to pay significant extra costs to end early.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 7 out of 7, which is the highest risk class. This rates the potential losses from future performance at a very high level, and poor market conditions are very unlikely to impact the capacity of Berenberg to pay you. **Be aware of currency risk if the currency of the country in which you purchase the product or your account currency differs from the product's settlement currency. You will receive payments in a different currency, so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.** This product does not include any protection from future market performance so you could incur significant losses. If we are not able to pay you what is owed, you could incur significant losses.

### Performance Scenarios

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The scenarios shown are illustrations based on results from the past and on certain assumptions. Markets could develop very differently in the future.

|                             |                           |
|-----------------------------|---------------------------|
| Recommended holding period: | 58 days                   |
| Example nominal:            | EUR 10,000                |
|                             | If you exit after 58 days |

### Scenarios

| Minimum      |  | You could lose some or all of your investment. |
|--------------|--|--|
| Stress       | What you might get back or pay after costs | EUR -1,480                                     |
|              | Percentage return                          | -14.8 % (*)                                    |
| Unfavourable | What you might get back or pay after costs | EUR -420                                       |
|              | Percentage return                          | -4.2 % (*)                                     |
| Moderate     | What you might get back or pay after costs | EUR -30  |
|              | Percentage return                          | -0.3 % (*)                                     |
| Favourable   | What you might get back or pay after costs | EUR 10   |
|              | Percentage return                          | 0.1 % (*)                                      |

(\*) The return is calculated as a percentage over the notional amount.

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back. The stress scenario shows what you might get back in extreme market circumstances. The favourable, moderate and unfavourable scenarios are based on forward simulations of the underlying's values, extrapolating their historic trend and adding fluctuations similar to those observed in the past 5 years. They are ranked according to resulting redemption value and represent a top 10%, a median and a bottom 10% scenario respectively. This product cannot be easily cashed in. If you exit the investment earlier than the recommended holding period you may have to pay extra costs.

## III. What happens if Berenberg is unable to pay out?

If the product manufacturer becomes insolvent or otherwise unable to deliver under the product, you should in the worst case be prepared to suffer a total loss of your investment. Your loss would not be covered by any investor compensation or guarantee scheme.

## IV. What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest and how long you hold the product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- The product performs as shown in the moderate scenario.
- EUR 10,000 is invested.

|                        | If you exit after 58 days |
|------------------------|---------------------------|
| <b>Total costs</b>     | EUR 100                   |
| <b>Cost impact (*)</b> | 1.01 %                    |

(\*) This illustrates the effect of costs over a holding period of less than one year. This percentage cannot be directly compared to the cost impact figures provided for other PRIIPs.

#### Composition of costs

| One-off costs upon entry or exit                                   |  | If you exit after 58 days |
|--|--|---------------------------|
| <b>Entry costs</b>   | 1.0 % of the nominal amount of your investment. This includes trading spread, upfront structuring and hedging costs, as well as costs for licensing and documentation. This may exclude any costs or fees charged by the distributor in addition. The person selling you the product will inform you of the actual charge. | EUR 100                   |
| <b>Exit costs</b>  | We do not charge any exit fee for this product at maturity, but the person selling you this product may do so.   | N/A                       |
| <b>Ongoing costs</b>   |  |                           |
| <b>Management fees and other administrative or operating costs</b> | We do not charge any management fees or other administrative or operating costs for this product.  | N/A                       |
| <b>Transaction costs</b>   | We do not charge any transaction costs for this product.   | N/A                       |
| <b>Incidental costs taken under specific conditions</b>            |  |                           |
| <b>Performance fees</b>  | There is no performance fee for this product.  | N/A                       |

This illustrates costs in relation to the notional value of the PRIIP.

## V. How long should I hold it and can I take my money out early?

### Recommended holding period: 58 days

The product is designed to be held until the expiration date. It does not provide for an early termination right of the investor other than the termination right upon occurrence of certain extraordinary events set out above under "Term" in Section I, if any. Therefore, investors should be prepared to stay invested for the term of the product.

## VI. How can I complain?

Complaints about this product, the conduct of the PRIIP manufacturer and/or a person selling or advising on the product can be sent by post to Joh. Berenberg, Gossler & Co. KG (attn. Complaint Management), Neuer Jungfernstieg 20, 20354 Hamburg, Germany. Alternatively, you can address your complaint by e-mail to [info@berenberg.de](mailto:info@berenberg.de) or you contact your advisor or the person who sold you the product directly. For more information on dispute resolution options, please visit the PRIIP manufacturer's website at [www.berenberg.de/en/legal-notice](http://www.berenberg.de/en/legal-notice)

## VII. Other relevant information

After entering into the contract, the relevant confirmation and the underlying master agreement will constitute the contractual basis of this product. The master agreement and the relevant and applicable annexes will be provided by the product manufacturer. The confirmation has to be made available to you by the product manufacturer. The information contained in this key information document does not constitute a recommendation to buy or sell the product and is no substitute for individual consultation with the investor's bank or advisor. An updated version of this key information document will be published on [www.berenberg.de/en/legal-notice](http://www.berenberg.de/en/legal-notice)