

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:	EUR 2,500,000 Single Underlying Autocallable Note
Product identifiers:	Series: 354 / ISIN: XS2243959579
PRIP manufacturer:	Andorra Banc Agrícola Reig, S.A. ("Andbank")
Issuer:	AB Financial Products Designated Activity Company
Guarantor:	Andorra Banc Agrícola Reig, S.A. ("Andbank"), assumes all payment obligations
Website:	www.andbank.com
Telephone:	For more information contact on +376 873 300
Competent authority	
Of the Manufacturer:	Autoritat Financera Andorrana (www.afa.ad)
Of the Issuer:	Central Bank of Ireland (www.centralbank.ie)
Date of production:	8 October 2020

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

1. What is this product?

Type This product is an unsecured debt instrument governed by Irish law. It is a bond for which the Client pays an amount and the Issuer assumes, on the Maturity Date, the obligation to pay part or all of the nominal amount of the bond ("Product Nominal Amount"), depending on the performance of one or more Underlying, without the commitment to return the Product Nominal Amount in full. In addition, the Issuer grants its holders the right to receive a Remuneration (as defined below), provided that conditions linked to the evolution of one or more Underlying are met.

Objectives The payment of the Coupon and the refund of the Product Nominal Amount will depend on the fulfilment of certain conditions, linked to the performance of the Underlying.

Underlying

The product performance is linked to the ordinary shares of TOTAL SE in EUR (ISIN: FR0000120271 and Bloomberg: FP FP)

How is performance ("Remuneration") determined?

If on an Observation Date or on the Final Valuation Date the Underlying Value is greater than or equal to the Coupon Trigger, the Issuer pays a Remuneration for each bond equal to the Nominal Amount x Coupon. In any other case, the Issuer does not pay Remuneration.

You will receive on the maturity date:

- If the Underlying Value on the Observation Date or on the Final Valuation Date is greater than or equal to the Trigger, the Product expires on that date and you will receive the product notional amount; or
- If the Underlying Value on the Final Valuation Date is below the Trigger but the Barrier Activation Condition has not been verified, you will receive the product notional amount; or
- If the Underlying Value on the Final Valuation Date is below the Trigger and the Barrier Activation Condition has been verified, the Issuer returns for each bond part of the Product Nominal Amount through the physical delivery of the shares, applying the following formula:

$$\text{Product Nominal Amount} \times \text{Underlying Value} / \text{Strike}$$

In this situation, you could **suffer a total or partial loss of the Product Nominal Amount of your capital invested.**

Dates and key data

- Product notional amount: 1,000 EUR
- Coupon: 2.72% (10.88% annually)
- Issue Date: 08/10/2020
- Observation Dates: 15/01/2021, 15/04/2021, 15/07/2021, 15/10/2021, 17/01/2022, 14/04/2022, 15/07/2022, 17/10/2022, 16/01/2023, 17/04/2023, 17/07/2023 y 16/10/2023
- Final Valuation Date: 16/10/2023
- Maturity Date: 23/10/2023, unless the Product expires on a prior date, as set out above, five business days after each observation date.
- Strike: Closing Price of the Underlying on 08/10/2020
- Underlying Value: Closing Price of the Underlying on the Valuation Date or on each observation date.
- Trigger: 100% of the Strike
- Coupon Trigger: 70% of the Strike
- Barrier Level: 70.00% of the Strike
- Barrier Observation Date: 16/10/2023, unless the Product expires on an earlier date as set forth above.
- Barrier Activation Condition: If on any Barrier Observation Date the Closing Price of the Underlying is below the Barrier Level.

The product is intended for those retail investors who meet the following criteria:

- have the ability to make an investment decision formed through knowledge of the product, (risks/profitability), or have experience from having invested in similar products, or have a professional advisor;
- seeking to obtain capital growth, and expect a positive return on the product and have an investment time horizon equal to the recommended holding period;
- they accept the risk that the Issuer may not comply with the obligations established in the terms of the product (Objectives), and may suffer a loss of up to the total amount of their investment; and
- who are willing to accept a certain level of risk to achieve a potential return that is consistent with the summary risk indicator shown below for an investment in EUR.

The product is not intended to be offered to retail customers who do not meet these criteria.

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

Risk indicator

Lower risk 1 2 3 4 **5** 6 7 Higher risk



The risk indicator assumes you keep the product until 23 October 2023. The actual risk can vary significantly if you cash in at an early stage and you may get back less. You may not be able to cash in early. You may have to pay significant extra costs to cash in early. You may not be able to sell your product easily or may have to sell at a price that significantly impacts on how much you get back.

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 5 out of 7. Two elements are taken into account: 1) market risk (risk of volatility of the underlying and interest rate risk): that the potential losses derived from future market performance are classified as medium high; and 2) the credit risk and the probability that a bad market situation influences the Issuer's ability to pay it as unlikely. Risk that, in application of the European Directive 2014/59/EU of restructuring and resolution of credit institutions and investment services companies, the resolution authorities decide to amortize and/or convert the financial instruments subject to recapitalization into other securities, or transfer assets and/or business units of the Issuer.

This product does not include any protection from future market performance so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment.

Performance scenarios

Investment Scenarios	10,000 EUR	1 year	2 years	3 years (Recommended holding period)
Stress scenario	What you might get back after costs	3.882 USD	3.787 USD	3.272 USD
	Average return each year	-61,18%	-38,46%	-31,07%
Unfavourable scenario	What you might get back after costs	10.222 USD	10.222 USD	10.272 USD
	Average return each year	2,22%	1,10%	0,90%
Moderate scenario	What you might get back after costs	10.222 USD	10.222 USD	10.272 USD
	Average return each year	2,22%	1,10%	0,90%
Favourable scenario	What you might get back after costs	10.222 USD	10.494 USD	12.720 USD
	Average return each year	2,22%	2,44%	8,34%

This table shows the money you could get back over the next three years under different scenarios, assuming that you invest 10,000 EUR. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the product.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you. This product cannot be easily redeemed, which means it is difficult to determine the amount you would receive if you sold it before the end of its recommended holding period. You will not be able to sell it in advance or you will have to pay a high cost or suffer a considerable loss if you do so.

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.

3. What happens if the Issuer is unable to pay out?

If the Issuer goes into suspension of payments or declares bankruptcy, you would have the right to request payment from the Guarantor by virtue of an unconditional and irrevocable guarantee of any amount due. If the Guarantor also goes into suspension of payments or declares bankruptcy, you could suffer a loss of up to the total amount of your investment.

Therefore, Andorra Banc Agrícola Reig, S.A. guarantees the payment obligations that the Issuer assumes in the Product, in the same terms. The product is a debt instrument and as such is not covered by any deposit protection scheme. Therefore, in the event that Andorra Banc Agrícola Reig, S.A. could not pay for being insolvent, the Clients would concur with the rest of ordinary creditors, being subordinate with respect to the holders of issues with privilege or guarantee, and having priority only with respect to holders of subordinated debt, preferred shares and shareholders.

4. What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest 10.000 EUR. The figures are estimates and may change in the future.

Costs over time

The costs shown in the table below represent how much the expected costs of the product would affect your return, assuming the product performs in line with the moderate performance scenario. Regardless of the impact on its performance in such a case, the estimated entry and exit costs as a percentage of the nominal amount of the product are estimated at 4.00% if you exchange them after one year, 4.00% if you exchange them after 2 years and 3.50% if it is exchanged after the recommended holding period.

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

(Investment 10,000 EUR) Scenarios	If the investor cashes in the product after 1 year	If the investor cashes in the product after 2 years	If you cash in at the end of the recommended holding period
Total costs	400.00 EUR	400.00 EUR	350.00 EUR
Impact on return (RIY) per year	4.23%	2.07%	1.20%

Composition of costs

The table below shows:

- The impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- The meaning of the different cost categories.

The table shows the impact on return per year			
One-off costs	Entry costs	1.23%	The impact of the costs already included in the price. This is the maximum amount you pay and you could pay less. This amount includes the distribution costs of your product.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.

The costs shown in the table above represent the split of the reduction in yield shown in the costs over time table at the end of the recommended holding period. The split of the actual estimated costs of the product as a percentage of the product nominal amount is estimated to be as follows: entry costs: 3.50%, exit costs: 0.00%.

5. How long should I hold it and can I take money out early?

Recommended holding period: 3 years

The recommended holding period corresponds to the maturity date of the product. The Product does not allow early cancellation or refund. The Client could sell the Product before its Maturity Date, provided there is liquidity in the market. In this case, the Client will not be entitled to Remuneration and may suffer a loss if the sale price is less than the Invested Amount.

Under normal market circumstances, you can sell this product on the secondary market, at a price that will depend on the prevailing market parameters at the time, which could pose a risk to the amount invested. If you decide to resell the product, a commission of 0.50% of its market price would be deducted, which may be increased under certain market conditions

6. How can I complain?

In the event that you wish to make a complaint or claim about this product, or the service you have received, you can contact our Customer Service Department, through the Contact Form available at www.andbank.com/contacto/ and/or by post to the following address: Customer Service - C/ Manuel Cerqueda i Escaler, 4-6. AD700 Escaldes-Engordany, Principado de Andorra, and/or via email to the address atclient@andbank.com.

7. Other relevant information

The information contained in this KID does not constitute a recommendation to buy or sell the product, nor does it substitute the need for individual consultation with your bank or adviser.

To obtain complete information about the product, including the risks involved, we recommend that you read the associated legal documentation, which you can obtain from your financial advisor free of charge.

Any update that may occur in this KID will be available on the Andorra Banc Agrícola Reig, S.A. website (www.andbank.com/andorra/banca-privada/nuestros-servicios/productos-estructurados) or in the client's position account.