

## KEY INFORMATION DOCUMENT

**Purpose of the “Key Information Document” (KID):** This KID provides you with key information about the investment Product described in the following section. It is not marketing material. This 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.

### General product information

Name of the ‘Product’: “**Forwards/ Futures on Norwegian stocks**”.

This Product can be traded on several Underlyings, with different Expiries, physically settled, as described in “A3 Contract Specifications” of the Derivative Rules section at [https://www.oslobors.no/ob\\_eng/Oslo-Boers/Regulations/Derivatives-rules](https://www.oslobors.no/ob_eng/Oslo-Boers/Regulations/Derivatives-rules)

PRIIP manufacturer:

- name: Oslo Børs ASA
- website: [www.oslobors.no](http://www.oslobors.no)
- telephone number for additional information: +47 22 34 19 80
- Competent Authority: Finanstilsynet - The Financial Supervisory Authority of Norway

This Key Information Document was created on 20/12/2017.

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

### What is this Product?

**Type:** this Product is a financial instrument of the following category: "future/ forward on securities" (Annex I section C (4) of Directive 2014/65/EU of the European Parliament and Council, dated 15/5/2014).

**Objectives:** A forward/ future is a derivative contract with which a buyer and a seller commit themselves to exchange a pre-determined quantity of a financial or real asset (the Underlying asset) at a pre-determined price, at a pre-determined future date (the Expiry date). This Product creates a leveraged exposure to the movement of the Underlying value (Norwegian stocks). The relationship between the value of this Product and the Underlying value at expiry is linear. Before the Expiry date, the value of the Product depends on the value of the Underlying and expectations on dividends and interest rates. Positions on this Product can be opened and closed on any day Oslo Børs' Derivatives Market is open for trading, during its trading hours. This product offers a leveraged exposure that may be many times larger than the initial invested amount.

In case opened positions are maintained till the Expiry date, for each lot the buyer's payoff will be equal to the product of: the size of the Contract ('Size') and the difference between (a) the value of the Underlying at Expiry ('Settlement Price') and (b) the price paid to open the position ('Forward/Future price'), minus the total costs paid:

Size x (Settlement Price – Forward/Future price) - Total costs

while the seller's payoff will be symmetrical to the buyer's payoff and equal to:

Size x (Forward/Future price - Settlement Price) - Total costs

The Size of the contract is measured in number of underlying shares (e.g. 100 shares) and depends on the Underlying. This product does not have a minimum holding period, nor does Oslo Børs recommend a specific holding period. Oslo Børs can determine the early termination and cash settlement of open positions in this Product in the event that the Underlying share is subject to: i) reduction of the free float following tender offers, that does not ensure to maintain an orderly trading activity; ii) revocation of listing or exclusion from trading. This procedure may also be necessary in case of no regular price formation or absence of trading for a long period of time. Please refer to Oslo Børs' Derivative Rules and associated instructions for further information.

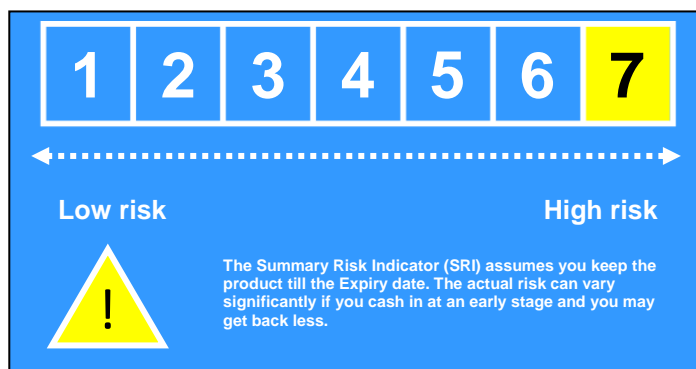
**Intended retail investor:** This product is not designed to be marketed to a specific type of investor, and can be used to hedge portfolio risks as well as for directional trading strategies. A retail investor should become familiar with the characteristics of this product to make an informed decision on whether or not this product fits their investment needs. If in doubt, a retail investor should contact its broker or investment adviser to obtain investment advice.

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

**Summary Risk Indicator (SRI):** the SRI 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. We have classified this product as 7 out of 7, which is the highest risk class.

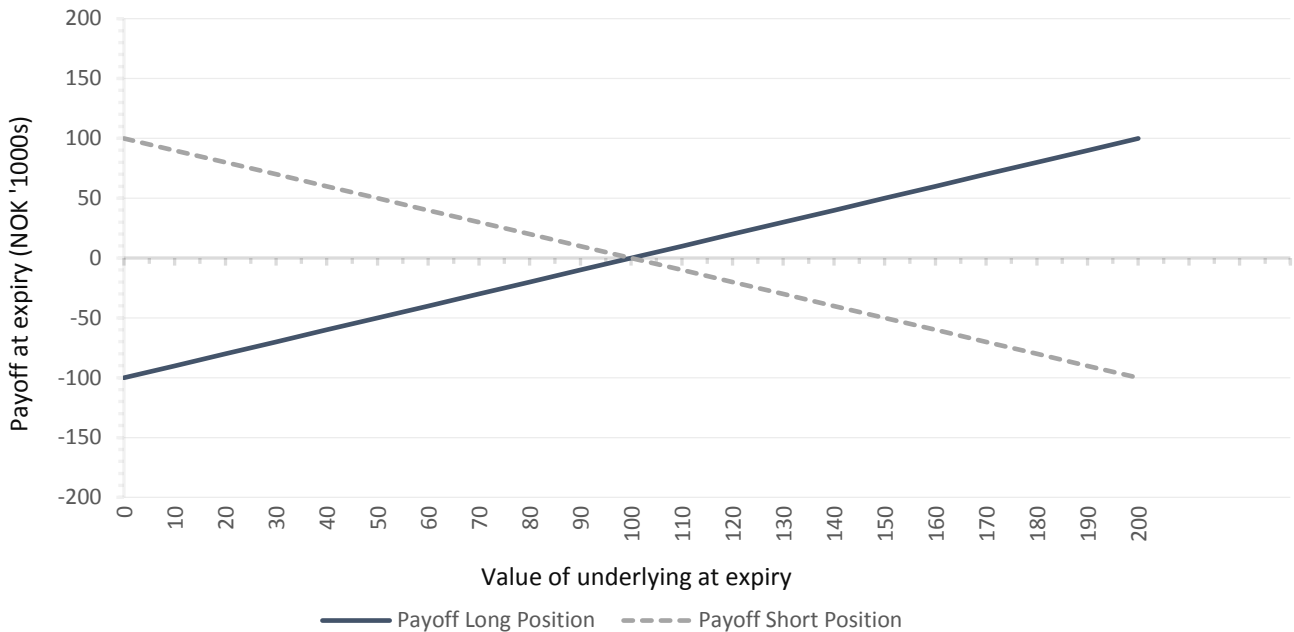
This product does not include any protection from future market performance so you could lose some or all of your investment. At the Expiry date:

- the buyer can have a maximum loss equal to:  
(Forward/Future price at which the position was opened) x (Size of the contract) x (number of lots owned) + (total costs paid);
- the seller can have an unlimited loss.



This Product is traded on Oslo Børs. Market Makers may be present to provide liquidity on certain expiries and strike prices, for pre-determined minimum quantities and maximum spreads during the trading day.

Performance scenarios: the following performance scenario is based on a position of 10 lots of the Product, under the following assumptions: (i) the position was opened at a Forward/Future price equal to NOK 100, (ii) the Size of the contract is equal to 100 shares.



This graph illustrates how your investment could perform at the Expiry date. You can compare it with the pay-off graphs of other derivatives. The graph presented gives a range of possible outcomes at the Expiry date and is not an exact indication of what you might get back. What you get will vary depending on the value of the Underlying at the Expiry date. For each value of the Underlying at the Expiry date, the graph shows what the profit or loss of the product would be. The horizontal axis shows the various possible prices of the Underlying value at the Expiry date. The vertical axis shows the profit or loss.

Buying this product (opening a long position) holds that you think the Underlying price will increase.

The buyer of this Product can have a maximum loss equal to:

$[(\text{Forward/Future price at which the position was opened}) \times (\text{Size of the contract}) \times (\text{number of lots owned})] + (\text{total costs paid})$ .

Selling this product (opening a short position) holds that you think the Underlying price will decrease.

The Seller of this Product can have an unlimited loss.

The graph includes the costs that are necessary to trade the Product, and that are charged by Oslo Børs to the Member Firm of Oslo Børs (see section "What are the costs?"). It does not include other costs that are not directly charged by Oslo Børs, including 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.

**What happens if Oslo Børs is unable to pay out?** Oslo Børs is not counterparty to any transaction executed on Oslo Børs and is not liable for the financial performance of either counterparty. Trades executed on Oslo Børs employ a Central Counterparty (the clearing house, SIX x-clear) that performs clearing services and becomes counterparty to all trades. SIX x-clear has in place established and regulated processes to manage counterparty credit risk and protect buyers and sellers in case of counterpart default.

#### What are the costs?

**Assumptions:** the costs described below are calculated under the assumptions described in the section "Performance scenarios" and refer to a position with a total invested amount of NOK 100,000, or equivalent EUR 10,000 converted using a FX-rate of 10. This corresponds to 10 lots of the product. Costs will vary depending on the assumptions used, that determine the number of lots that are necessary to open a position with a notional value of NOK 100,000. In addition, described costs refer to a derivative contract with remaining time to Expiry of 1 year.

The return on the investment in this scenario is assumed to be 3%, for a total gain of NOK 3,000, or equivalent EUR 300 converted using a FX-rate of 10, on the invested amount. Using leverage to open a position in the same product, with the same invested amount, will increase payoff/loss and costs.

**Presentation of 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 costs to open and close your position, ongoing costs and incidental costs. The amount shown here is the total cost for the Product, if the position is held open until the Expiry date. There are no penalties for an early exit from the position. The data are estimates and may change in the future.

**Costs over time:** the costs described below refer to the fees that Oslo Børs and SIX x-clear apply to their Member Firms, so respectively trading firms that are Member Firms of Oslo Børs, and clearing firms that are Member Firms of SIX x-clear.

The entry cost for this Product is 0.04% of the notional amount. The exit cost for this Product is 0.04% of the notional amount.

The entity selling you or advising you about this product may charge you other costs. These costs are not under the control of the Oslo Børs. This entity will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment with a total value of NOK 100,000	If you cash in at Expiry
<b>Total costs</b>	<b>NOK 81.20</b>
<b>Reduction in Yield (RIY) resulting from total costs</b>	<b>2.71%</b>

**Composition of costs:** the table below shows: (i) the impact of the different types of costs on the investment return you might get at the end of the assumed holding period and (ii) what the different cost categories mean.

**This table shows the impact on return of the investment**

<b>One-off costs</b>	<b>Entry costs</b>	<b>1.33%</b>	<b>Indicates the impact of the costs to open a position, in the assumed performance scenario of a 3% increase of the total value of the investment.</b> Entry costs include trading fees charged by Oslo Børs to the Member Firms of Oslo Børs and clearing fees charged by SIX x-clear to its Member Firms when a new position is opened.
	<b>Exit costs</b>	<b>1.37%</b>	<b>Indicates the impact of the costs of exiting your investment at the Expiry date, in the assumed performance scenario of a 3% increase of the total value of the investment.</b> Exit costs include clearing fees charged by Six x-clear to its Member Firms when a position is closed at the Expiry date. In case the position is closed prior to Expiry the Exit costs will be unchanged. If Product is held to expiry buyer/seller of the Product must expect to take/make delivery of the underlying.
<b>Ongoing costs</b>	<b>Hedging costs (Normal market conditions)</b>	<b>N/A</b>	<b>There are no costs to keep the position open until the Expiry date.</b> There are no <i>hedging costs</i> , as defined by the Law, to keep the position open until the Expiry date.
	<b>Hedging costs (Stressed market conditions)</b>	<b>N/A</b>	<b>There are no costs to keep the position open until the Expiry date.</b> There are no <i>hedging costs</i> , as defined by the Law, to keep the position open until the Expiry date.

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

This product does not have a minimum holding period, nor does Oslo Børs recommend a specific holding period. Positions on this Product can be opened and closed on any day when Oslo Børs is open for trading, during its trading hours. For this Product, no early exercise option exists. You can choose when you want to close out your positions, depending on your investment strategy, your risk profile and expectations on future market conditions. Other fees charged by your brokers or advisors may apply.

**How can I complain?** For complaints about this KID or about information provided by Oslo Børs on this Product, please contact us via the information provided on page 1. For complaints about the information and services offered by your broker, please contact your intermediary directly.

**Other relevant information**

No other information is relevant to the purposes of this KID.