LLOYDS BANK

COMMERCIAL BANKING

KEY INFORMATION DOCUMENT

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

PRIIP Name: Target Forward Strip Transaction (TARF)
PRIIP Manufacturer: Lloyds Bank Corporate Markets plc ("Lloyds Bank")
Call 0203 578 0064 for more information
Website: http://www.lloydsbankcommercial.com
Date of Production: 09/11/2026

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

What is this product?

Type: An Over the Counter (OTC) contract - Foreign Exchange Instrument
Objective:
The objective of this product is to manage adverse movements in currency rates that you may experience. Note that it may not provide you with complete protection against such exposures. The product achieves its objectives by Lloyds Bank agreeing the terms of an OTC contract with you under which you will exchange one currency for another currency at fixed future dates (Expiry Dates). Sample Parameters and pre-agreed circumstances and conditions are set out below for the sale of GBP and purchase of EUR:

Currency Pair	GBP/ EUR	Maximum Contract Amount	EUR 10,000	Strike Rate	1.1754
Expiry Dates	09/12/2026 - 05/11/2027	Ref FX Spot Rate	1.1988	Target Figures	0.2000
Currency Amount per Expiry Dates	EUR 833	Ref Forward Rate	1.1792	Intrinsic Value at each Expiry Date	Max {0, (Strike Rate-Spot Rate)}

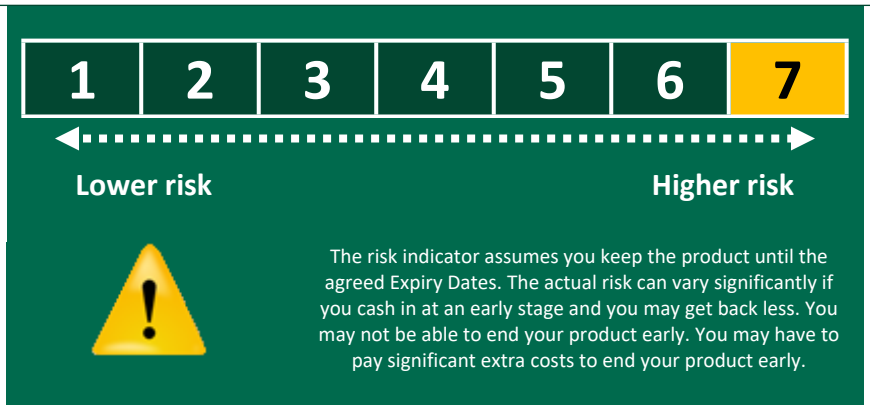
The product achieves its objectives as follows: Subject to the Target Profit Level (defined above), If, at the relevant Expiry Dates (defined above) the FX Spot Rate is trading at or below the Protection Rate (defined above), then you sell GBP/ buy EUR at the Protection Rate on the Reference Notional Amount (defined above). Subject to the Target Profit Level, If, at the relevant Expiry Dates the FX Spot Rate is trading above the Protection Rate, then you may choose to sell GBP/ buy EUR at the prevailing FX Spot Rate. Subject to the Target Profit Level, If, at the relevant Expiry Dates the FX Spot Rate is trading at or above the Trigger Rate you will be obliged sell GBP/ buy EUR on the Maximum Notional Amount (defined above).
Special Conditions
At each Expiry Date if the FX Spot Rate is trading at or below the Strike Rate, your remaining Target Figures are reduced accordingly: ((Strike Rate – Spot Rate)*100)
Once the Target Figures reach zero, the TARF is terminated. You achieve proportional return on that final Expiry Date accordingly: Currency Amount per Expiry Date*(Remaining Target Figures/(Strike Rate – Spot Rate))
Intended Retail Investor:
This product is intended for retail investors with a short to medium time horizon who:

(i) have frequent trading activity and previous exposure to complex financial products; and
(ii) have exposure to the relevant foreign currency and want a level of protection against adverse movements in foreign currency exchange rates; and
(iii) are in a position to bear a loss.

Term:
The term of the TARF will depend on how long you wish to protect against adverse movements in foreign currency exchange rates and will be agreed with you before you enter into the product. The product is a bilateral agreement that cannot ordinarily be terminated unilaterally by either you or Lloyds Bank, unless certain events of default or other termination events occur. In this case early termination payments may apply, and you may incur significant losses.

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

Risk Indicator:



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. **Be aware of currency risk. Where you receive payments in a different currency the final return you get depends on the exchange rate between the two currencies. This risk is not reflected 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.

Investment Performance Information

a) Factors likely to affect future returns

The factors affecting returns will also affect the product's performance. For this product, the Spot rate of the currency pair is the only factor affecting return. Your return will vary depending on how the Spot rate performs against the strike rate.

b) Most relevant Index

The most relevant index is the underlying currency pair Spot rate of the TARF. During the life of the contract, the Spot rate directly affects the performance and the expected range of returns of the TARF.

c) What could affect my return positively?

At each expiry date, if the currency you are purchasing strengthens against the currency you are selling so that the spot rate goes through the predetermined Strike Rate, then (Subject to available target profit level) you can purchase the Currency Amount at the Strike Rate, costing you less compared to the prevailing market Spot rate. This means your return will be higher, though your return will be capped at the Target Profit Level.

d) What could affect my return negatively?

At each expiry date, if the currency you are purchasing weakens against the currency you are selling so that the Spot rate does not go through the strike rate, you will need to purchase the Maximum Contract Amount of currency at the strike rate, costing you more compared to the prevailing market Spot rate. This means your return will be lower.

e) Performance in severely adverse market conditions

Foreign Exchange rates can be zero. Should this happen, you would pay for currency under the contract that would be valued at zero at the date of settlement. i.e. you would lose your investment.

What happens if Lloyds Bank Corporate Markets plc is unable to pay out?

You may be exposed to a risk that Lloyds Bank might be unable to fulfil its obligations in respect of the TARF. The product is not protected by any local investor compensation or guarantee scheme. This means that if Lloyds Bank is unable to pay out, you may not receive any amount from Lloyds Bank under the product.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the performance of the product. The total costs take into account one-off, ongoing and incidental costs. The amounts shown here are the cumulative costs of the product itself, over the recommended holding period. They include potential early exit penalties. The figures assume a nominal value of EUR 10,000. The figures are estimates and may change in the future.

Costs over time:

The person selling you 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 Scenarios [EUR 10,000]	If you cash in at the end of the recommended holding period
Total costs	EUR 140
Impact on return (RIY) per year	1.38 % each year

Composition of costs:

The table below shows:

- the impact each year of the different types of costs on the performance of the product at the end of the recommended holding period;
- the meaning of the different cost categories.

The costs below are the maximum values shown and will vary depending on the underlying parameters of the transaction.

This table shows the impact on return per year			
One-off costs	**Entry costs**	1.38 %	The impact of the costs you pay when entering your investment. This is the most you will pay, and you could pay less.
	Exit costs	0.00 %	The impact of the costs of exiting your investment when it matures.
Ongoing costs	**Portfolio transaction costs**	0.00 %	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	0.00 %	The impact of the costs we take each year for managing your investments.

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

Recommended holding period: This product is designed to be held to the agreed Expiry Dates in order to match your investment requirement or until such time as your Target Figures reach zero and the product is terminated in accordance with the products Special Conditions. It is a product designed to be entered into for its term and cannot be easily sold. Early termination may occur if certain events of default or other termination events occur, in which case early termination payments may apply.

Early exit impact: If the product is terminated early, in whole or in part, an Early Termination Payment may become payable by either you or Lloyds Bank. The Early Termination Payment is linked to market parameters and could be a substantial loss or gain to you. Settlement on early termination will be specific to your TARF and will be influenced by a number of factors which include but are not limited to: whether it is an increasing or decreasing foreign exchange rate environment; the movement of the FX Spot Rate since the transaction Trade Date; the amount affected by the early termination.

The Early Termination Payment is not a penalty charge. The sum represents the economic value of what Lloyds Bank would have paid or received if the product continued as agreed. Depending on market conditions at the time of the early termination, the settlement calculated could result in a substantial amount being due from you to Lloyds Bank.

How can I complain?

Contact us

Should you have any complaints about the product, the conduct of Lloyds Bank and/or the person selling the product, please follow the below steps:

- Include the following information so we can resolve your complaint as quickly as possible: as much information as possible about your complaint; any actions you wish us to take to resolve your complaint;
- Contact your Relationship Manager
- Call us on **0800 072 3572** or **+441733 462 267**
- Contact us online at http://commercialbanking.lloydsbank.com/contact-us/; or
- Write to us at **Lloyds Banking Group, Customer Services, BX1 1LT**

Other Relevant Information

Additional relevant information may be set out in the confirmation, as supplemented and amended by the applicable definitions and the master agreement terms. These are available upon request from your Lloyds Bank representative. Information about your relationship with us can be found at http://www.lloydsbankcommercial.com.