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: Cash Settled Interest Rate Swaption
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 - Interest Rate Instrument
Objective:
The objective of this product is to manage adverse movements in interest 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 pay an upfront cash payment (Premium) in exchange for the right, but not the obligation, to receive the cash value of a pre-agreed Reference Swap (As illustrated below) on a pre-agreed Expiry Date.
Sample parameters and pre-agreed circumstances and conditions are set out below:

Option Details		Reference Swap Details			
Trade Date	09/11/2026	Notional Amount	GBP 415,114	Lloyds Bank Receives Fixed Rate	0.7300 %
Expiry Date	11/11/2030	Start Date	11/11/2026	Lloyds Bank Pays Floating Rate	SONIA
Premium	GBP 10,000	Maturity Date	11/11/2031	Interest Periods	Quarterly

The product achieves its objectives as follows:
On the Expiry Date Lloyds Bank will compare the Reference Swap Fixed Rate (defined above) to the underlying market rate of the Reference Swap (Market Swap Rate).
If, Market Swap Rate above the Fixed Rate Lloyds Bank will make a payment to you based on the value of the net difference between the Market Swap Rate and the Fixed Rate multiplied by the Notional Amount.
If, Market Swap Rate is equal or below the Fixed Rate no payments will be made by either party.

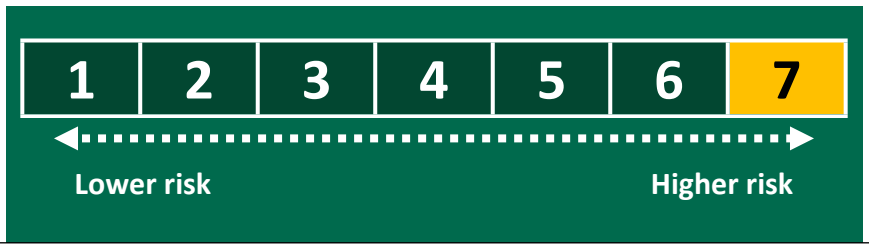
Note that this key information document contains a worked example of the structure of the product, using a SONIA floating rate. Our proposed trade with you may be against other floating rates, but the structure of the payments due is the same.
Intended Retail Investor:
This product is intended for retail investors with a short, medium or long time horizon who:

(i) have sufficient knowledge or experience to understand complex financial products; and
(ii) have a loan and want a level of protection against adverse movements in interest rates.

Term:
The term of the Cash Settled Interest Rate Swaption will depend on how long you wish to protect against adverse movements in interest 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 risk indicator assumes you keep the product until the agreed Expiry Date. 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.

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 lose some or all of your investment.
If we are not able to pay you what is owed you could lose your entire investment.

Investment Performance Information

a) Factors likely to affect future returns

The factors affecting returns will also affect the product's performance. For this product, your return will vary depending on how the Swaption Reference Swap Fixed Rate compares to the market rate of the underlying Reference Swap (Market Swap Rate).

b) Most relevant Index

The most relevant index is the Market Swap Rate. The level of the Market Swap Rate at the maturity date directly affects the performance and the expected range of returns for the Interest Rate Swaption.

c) What could affect my return positively?

At the expiry date(s), if the Market Swap Rate is above the Swaption Reference Swap Fixed Rate you will receive a payment from us. The higher the Market Swap Rate above the Swaption Reference Swap Fixed Rate, the more you will receive and your return will be higher.

d) What could affect my return negatively?

At the expiry date(s), if the Market Swap Rate below the Swaption Reference Swap Fixed Rate, your return is nothing. The maximum amount you will lose in this scenario is the premium paid.

e) Performance in severely adverse market conditions

If the Market Swap Rate is below the Swaption Reference Swap Fixed Rate at the expiry date(s), your return is nothing. Any premium paid at outset is not returned.

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 Cash Settled Interest Rate Swaption. 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 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, over the recommended holding period. They include potential early exit penalties. The figures assume you invest £ 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 [GBP 10,000]	If you cash in at the end of the recommended holding period
Total costs	GBP 6,849.38
Impact on return (RIY) per year	78.89 % each year

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 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**	78.89 %	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 Date in order to match your investment requirement. 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 Lloyds Bank. The Early Termination Payment is linked to market parameters and settlement on early termination will be specific to your Interest Rate Swaption. It will be influenced by a number of factors which include but are not limited to: whether it is an increasing or decreasing interest rate environment; the movement of the interest rates 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 if the product continued as agreed.

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.