

## 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

### Name of the Product: KBC TOP Warrant Plan

ISIN: BE0974355878

Manufacturer of the product: KBC Bank NV

Contact: <https://www.kbc.com/en/contacts-and-head-office>

Or call 0800 62 084 for more information

Competent Authority: **Commission de Surveillance du Secteur Financier (CSSF)**

Date of production of the KID: 9 december 2019

**Alert: You are about to purchase a product that is complex and may be difficult to understand.**

## What is this product?

### Type

Hand KBC Top Warrant Plan consists of warrants issued under Belgian law with a 10-year term.

### Objectives

The intention of employers who purchases TOP Warrant Plan Warrants is to offer them to employees free of charge to diversifying their salary package.

For the ten-year term of the TOP Warrant Plan, the warrants give the holder the right to purchase shares in the Investment Company with Variable Capital (ICVC) Plato Institutional Index Fund European Equity (= the underlying ICVC share), at the strike price. The strike price is the market value of the underlying share on the issue date. During the exercise period, the warrants may also be sold back to KBC Bank NV through the secondary market in the event of dematerialisation through Euronext Brussels.

The value of the warrants depends firstly on the price of the underlying ICVC share. The ICVC shares do not provide a guaranteed return and their value can fluctuate sharply. In addition, there is a leverage effect with warrants and this can lead to a rise or fall in the value of the ICVC share. This means that if the value of the underlying ICVC share rises or falls, the value of the KBC Top Warrant will rise or fall more steeply.

The value of the warrants is also affected by other factors, such as market volatility, changes in interest rates, dividends and the term and strike price of the warrants themselves.

If the warrants are not sold or exercised before their expiry date, they will lapse and become null and void.

Any prices quoted on Euronext Brussels are not a guarantees that an active market will develop. Sales will be at the price determined by KBC Bank NV, which will act as the counterparty.

The offer is not a public offering for subscription within the meaning of the legislation on prospectuses.

### Product details:

Underlying ICVC share	Share in the investment company with variable capital (ICVC) Plato Institutional Index Fund European (ISIN BE0059883349). <i>The ICVC Plato Institutional Index Fund European Equity aims to generate a return that matches the return of the MSCI Europe-index (Morgan Stanley Capital International). An investment in this ICVC involves an exchange-rate risk since it invests in securities that are expressed in currencies other than the euro. For more information about the ICVC and the way in which the ICVC tracks the index, see 'Investment Details' and the funds prospectus on the KBC website: <a href="https://www.kbc.be/particulieren/nl/proces/beleagen/fondsenzoeker.html">https://www.kbc.be/particulieren/nl/proces/beleagen/fondsenzoeker.html</a> (search using the ISIN or name of the ICVC). For detailed information on the index, go to <a href="http://www.msci.com">www.msci.com</a>.</i>
Strike price	6482,86
Fractional share	0,0352
Value of the warrant on the issue date	EUR 50,00
Issue date	9 December 2019
Final maturity	8 December 2029
Terms and conditions of sale and exercise	KBC Bank NV may act as counterparty from the first banking day after issue date, at 12 a.m.

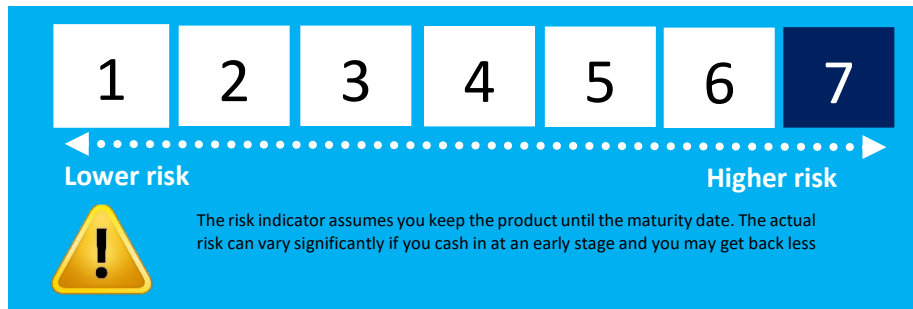
If certain unexpected circumstances occur as set out in the prospectus, adjustments may be made to the product and/or the developer may terminate it before maturity.

### Intended retail investor

This complex financial instrument is intended for who have sufficient experience to be able to understand the characteristics of the product proposed and have sufficient knowledge to be able to assess the advantages and risks, for their own financial situation, of an investment in this complex instrument, and in particular are familiar with warrants. KBC Bank NV offers this product to MiFID retail-employers/clients that are corporate clients who wish to use it for the purpose of providing employee benefits. Employers can diversify their salary package by offering KBC TOP Warrants to employees free of charge.

# 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 1 out of 7, which is 1 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. If we are not able to pay you what is owed, you could lose your entire investment.

## Performance scenarios

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

Investment EUR 10.000		1 year	5 years	10 years (Maturity date)
Scenarios				
Stress scenario	What you might get back after costs	542,84	36,75	0,00
	Average return each year	-94,38%	-19,92%	-10,00%
Unfavourable scenario	What you might get back after costs	2.413,51	939,16	0,00
	Average return each year	-75,71%	-18,11%	-10,00%
Moderate scenario	What you might get back after costs	5.873,62	8.393,93	16.318,53
	Average return each year	-41,18%	-3,21%	6,32%
Favourable scenario	What you might get back after costs	11.127,92	36.984,95	73.551,74
	Average return each year	11,26%	53,95%	63,54%

This table shows the money you could get back until the expiration date, under different scenarios, assuming that you invest EUR 10.000. 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, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where KBC Bank NV. are not able to pay you.

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.

## What happens if KBC Bank NV. is unable to pay out?

Repayment depends on the solvency of KBC Bank NV. KBC Bank NV did have sufficient resources to meet its payment obligations for this product, e.g. if it became insolvency, you could lose your entire investment. This product is not covered by any deposit guarantee scheme or by any other form of guarantee.

Repayment depends on the solvency of KBC BANK NV.

# What are the costs?

## Costs over time

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 EUR 10.000. The figures are estimates and may change in the future.

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 of EUR 10.000 Scenarios	If you cash in after 1 year	If you cash in after 5 years	Indien u verkoopt na 10 jaar (op Eindvervaldag)
Total costs	EUR 300	EUR 300	EUR 300
Impact on return (RIY) per year	3,00 % (max)	0,60 % (max)	0,30 % (max)

## Compositions 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.

This table shows the impact on return per year			
<b>One-off costs</b>	<b>Entry costs</b>	0,30 % (max) *	The impact of the costs you pay when entering your investment.
	<b>Exit costs</b>	0,00%	The impact of the costs of exiting your investment when it matures
<b>Ongoing costs</b>	<b>Portfolio transaction costs</b>	0,00%	The impact of the costs that we take each year for managing your investments
	<b>Other ongoing cost</b>	0,00%	The impact of costs of us buying and selling underlying investments for the product.
<b>Incidental costs</b>	<b>Performance fees</b>	0,00%	The impact of performance fee. We take these from you investment if the product outperforms its benchmark.
	<b>Carried interests</b>	0,00%	The impact of carried interest.

\* The hedge cost equates to a maximum of 3.00% a year.

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

## Recommended holding period: 10 years which corresponds to the final expiry date of the product.

If the warrants are sold before the maturity date, it will happen at a price that can be determined by KBC Bank NV whereby it can act as the counterparty. KBC Bank NV commits to systematically buying back the warrants.

# How can I complain?

Any complaints regarding the person selling you or advising you about this product can be submitted directly to him. You can submit any complaints you may have about this product by e-mail to [complaints@kbc.be](mailto:complaints@kbc.be) or [gestiondesplaintes@cbc.be](mailto:gestiondesplaintes@cbc.be), by telephone on 0800 62 084 (KBC) or 02 547 12 14 (CBC), or by e-mail to [ombudsman@ombudsfin.be](mailto:ombudsman@ombudsfin.be). You can also write to KBC Complaints Management, Brusselsesteenweg 100, 3000 Leuven. The full complaints procedure is provided at <https://www.kbc.be/retail/en/contact/suggestions-or-complaints.html>.

# Other relevant information

Investors seeking detailed information on the risk factors or the sales restrictions should carefully read the following documents: Base Prospectus Top Warrant Plan (26 February 2019) and plus the Final Terms. These documents are available from your KBC branch and at [Warrant Programme KBC Bank NV | KBC.COM](https://www.kbc.be/warrant-programme).