

Purpose

This document provides you with key information about this investment product. It is not for marketing purposes. 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:	VOLKSWAGEN 03/2027 Deposit
Identifier:	NOE 28586
Provider:	Banco de Sabadell, S.A. Tax ID no. (NIF) A08000143
Contact details:	https://www.bancosabadell.com/cs/Satellite/SabAtl/Documentacion-PRIIPS/2000025609204/es/
Telephone:	963 085 000. If calling from outside of Spain: +34 935 916 360
Competent authority:	Comisión Nacional del Mercado de Valores (National Securities Market Commission)
KID Date:	17 March 2020

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

What is this product?

Type

Structured deposit

Objectives

The objective of the product is to invest in a financial instrument linked to the performance of one or more underlying assets in order to obtain a return. The amounts set out below refer to each Nominal Amount that you invest. The Calculation Agent will calculate the corresponding amounts.

Underlying assets

The return is indexed to VOLKSWAGEN AG (Bloomberg-VOW3 GY Equity).

How the return is calculated

- On each Observation Date, if the closing price of the Underlying Asset is greater than or equal to its Initial Level, on the corresponding Settlement Date you will receive a 0.45% coupon on the Nominal Amount. Otherwise, you will receive a 0.1% coupon on the Nominal Amount.
- Upon maturity, you will recover the Nominal Amount.

Key dates and data

- Calculation Agent: Banco de Sabadell, S.A.
- Minimum Nominal Amount: EUR 1,000
- Issue Date: 18 March 2020
- Maturity Date: 18 March 2027
- Initial Level: Closing price of the Underlying on the Initial Observation Date
- Final Level: Closing price of the Underlying on the Final Observation Date
- Observation Dates:
 - Initial Observation Date: 18 March 2020
 - Coupon Observation Dates: 5 business days prior to each Settlement Date and the Final Observation Date
 - Final Observation Date: 11 March 2027
- Settlement Dates: Every 18th March up to the Maturity Date. Should such a date fall on a weekend or bank holiday, the Modified Following Business Day Convention shall apply.

Intended retail investor

This product is primarily intended for: Any customer with intermediate knowledge or prior experience relating to the product or similar products, unwilling to incur any losses on their investment, whose risk profile is <<the lowest risk>>. The investment objectives of target customers should be linked to an investment horizon that is consistent with the product's maturity, and the purpose of the transaction shall be capital preservation, under a service of execution-only (except retail customers), execution-only with suitability test, independent advice, non-independent advice and discretionary portfolio management.

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

Risk Indicator

Lowest risk 1 2 3 4 5 6 7 Highest risk



The risk indicator assumes you keep the product until 18 March 2027. You will not be able to exit early.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It gives the likelihood of the product incurring a loss due to either market performance or due to our inability to pay out. We have classified this product into risk category 1 of 7, where 1 represents <<the lowest risk>>. The foregoing has been based on two factors: (1) market risk (volatility risk of the underlying asset and interest rate risk): the potential losses arising from future performance are classified as very low; and (2) credit risk and the probability of poor market conditions affecting the Bank's capacity to pay out are classified as very unlikely. When applying European Directive 2014/59/EU on the restructuring and resolution of credit institutions and investment firms, the risk of resolution authorities deciding to amortise and/or convert financial instruments subject to recapitalisation into other securities or to transfer assets and/or business units of the issuer. You are entitled to recover at least

100% of the capital invested. Anything over this amount, as well as any additional returns, will depend on future market performance, and are therefore uncertain. However, you can benefit from a consumer protection scheme (see section “What happens if we are unable to pay out”). The above indicator does not take into account this protection scheme.

Performance scenarios

Future market performance cannot be accurately forecast. The scenarios included herein are merely illustrations of some of the possible returns based on the latest returns. Actual returns may be lower.

Investment (EUR 10,000)

Scenarios		1 year	4 years	7 year(s) Recommended holding period
Stress scenario	What you might get back after costs	EUR 10,136	EUR 10,046	EUR 10,070
	Average return each year	1.36%	0.12%	0.10%
Unfavourable scenario	What you might get back after costs	EUR 10,143	EUR 10,063	EUR 10,070
	Average return each year	1.44%	0.16%	0.10%
Moderate scenario	What you might get back after costs	EUR 10,169	EUR 10,074	EUR 10,070
	Average return each year	1.69%	0.18%	0.10%
Favourable scenario	What you might get back after costs	EUR 10,243	EUR 10,175	EUR 10,210
	Average return each year	2.43%	0.43%	0.30%

The above scenarios assume the reinvestment at a risk-free rate of potential cash flows obtained on the previously defined observation dates (coupons and/or auto-calls) up to the recommended investment period.

This table shows the money you could get back over the next 7 year(s), under different scenarios, assuming that you invest EUR 10,000. The scenarios shown illustrate the return that you could get on your investment. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on historical information relating to variance in this investment, and are not an exact indicator. The amount that you will receive shall vary depending on how the market performs and how long you keep the investment or product. The stress scenario shows what you could receive in extreme market circumstances, and does not consider a situation in which we are unable to pay out. This product cannot be cashed in, meaning that it is difficult to determine how much you would receive if you were to sell it prior to maturity. You will either be unable to sell early or you will have to pay high costs or incur a considerable loss if you do so.

The figures shown include all the costs of the product itself, and include the costs of 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 Banco de Sabadell S.A. is unable to pay out?

Should Banco Sabadell be unable to pay out, the Deposit Guarantee Fund of Credit Institutions (www.fgd.es) guarantees the repayment of the deposited amount up to the limit of 100,000 euros (or its equivalent value in euros in the case of deposits denominated in another currency) for each depositor and credit institution. Please note that Banco Sabadell, as a credit institution, includes the brands Banco Sabadell, SabadellUrquijo and Activobank, and should you hold more than one cash deposit in a single credit institution, the amounts shall accumulate and be subject to the limit of 100,000 euros per institution; if you hold one or more accounts with one or more people, the limit of 100,000 euros shall apply to each depositor individually. Conversely, deposits held in an account over which two or more persons have rights in their capacity as shareholders or members of a company, association or similar entity, will be added and treated as if a sole depositor had made them. This guarantee applies solely to account balances and cash deposits, whether simple or structured, therefore other products shall not be covered by this guarantee and shall be subject to their own repayment scheme.

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. Total costs consider one-off costs, ongoing costs and incidental costs.

The amounts indicated herein are the accumulated costs of the product, and correspond to the three different holding periods. They include potential early exit penalties. The figures assume that you will invest EUR 10,000. The figures are estimates and may change in the future.

Costs over time

Investment (EUR 10,000)

Scenarios	Exit after 1 year	Exit after 4 years	Exit at the end of the recommended holding period
Total costs	EUR 300.40	EUR 292.08	EUR 291.47
Impact on RIY per year	3.00%	0.73%	0.42%

Breakdown of costs

The table below shows:

- The impact, each year, that the different types of costs may have 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

One-off costs	Entry costs	0.42%	The impact of the costs that you pay upon investing. The impact of the costs is already included in the price. This amount includes the distribution costs of your product.
	Exit costs	N/A	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio operating costs	N/A	The impact of the costs of us buying and selling underlying investments of the product.
	Other ongoing costs	N/A	The impact of the annual costs for managing your investments and the costs shown in Section II.
Incidental costs	Performance fees	N/A	Not applicable
	Carried interests	N/A	Not applicable

How long should I hold the investment and can I take money out early?

Recommended holding period: 7 year(s)

The recommended holding period corresponds to the maturity date of the product. Please note that you cannot cancel the product prior to maturity due to a lack of liquidity.

How can I complain?

Should you wish to complain at any time about this product, or the service you have received, you may do so by contacting our Customer Care Service using the contact form available at <https://www.bancsabadell.com> and/or by posting your complaint to the following address: Customer Care Service (SAC) – Centro Banco Sabadell, Polígono Can Sant Joan. Calle Sena, 12, 08174 Sant Cugat del Vallès and/or by emailing SAC@bancsabadell.com, provided that this means of communication is used in line with the provisions set forth in Law 59/2003 of 19 December on digital signatures. Once a complaint or claim has been sent to the Customer Care Service (SAC), it can also be filed with the National Securities Market Commission (CNMV).

Other relevant information

As a supplement to this document, the Pre-Contractual Information Sheet is provided, which includes information regarding this product pursuant to the requirements of Bank of Spain Circular 5/2012 of 27 June. Any update made to this KID shall be posted on Banco Sabadell's website or on BSOonline in the customer's standing account.