

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

Name	SHBO 973PX
Identifier	ISIN Code: SE0006082053
Manufacturer	Svenska Handelsbanken AB (publ) (Handelsbanken)
Contacting the manufacturer	Website: www.handelsbanken.se Call +46 8 701 10 00 for more information
Competent authority	Finansinspektionen
KID Production Date	15 April 2018, 13:12



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

What is this product?

Type The product is in the form of a debt instrument.

Objectives To provide you with an exposure to the Underlying(s), whilst providing for a minimal return of the Nominal Amount at maturity.

• **Redemption on the Maturity Date:**

○ **Redemption Amount:**

- If the Final Basket Performance is greater than or equal to 0%, you will receive the Nominal Amount plus an amount equal to the Final Basket Performance multiplied by the Nominal Amount and further multiplied by the Participation Rate.
- If the Final Basket Performance is lower than 0%, you will receive the Nominal Amount.

Key Dates, Values and Definitions (*)

All determinations and observations will be made by the Calculation Agent. All dates may be subject to adjustment for non-business days and market disruption events.

- **Underlying(s):** SHB Sweden Balance 15% Index, Commodity Balance 15%, Emerging Markets Balance 20% and World Balance 15%
- **Currency Exposure Underlying:** The return on this product is affected by reference to USD/SEK, as published by WM Company at 4pm (London time) on the relevant day
- **Underlying Performance:** For an Underlying, (a) the level of such Underlying on any given date divided by its Initial Value, minus (b) 100%, expressed as a percentage
- **Average Underlying Performance:** For each Underlying, the arithmetic average of the Underlying Performances on each of the Final Valuation Dates. The Average Underlying Performance is subject to a minimum equal to 0%. When applicable, the following will be added to the Average Underlying Performance: the Currency Exposure multiplied by the Average Underlying Performance
- **Currency Exposure:** (a) the value of the Currency Exposure Underlying on the Currency Final Valuation Date divided by its value on the Currency Initial Valuation Date minus (b) 100%, expressed as a percentage
- **Final Basket Performance:** The sum of the weighted Average Underlying Performances for all the Underlyings. The weighted Average Underlying Performance of each Underlying is the Average Underlying Performance multiplied by its respective Weight
- **Initial Value:** The Closing Value of the Underlying on the Initial Valuation Date
- **Closing Value:** The value of the Underlying at the close of trading on a given trading day
- **Participation Rate:** 90%
- **Weight:** 35% for SHB Sweden Balance 15% Index, 15% for Commodity Balance 15%, 15% for Emerging Markets Balance 20% and 35% for World Balance 15%
- **Calculation Agent:** Handelsbanken
- **Issue Price:** 110%
- **Dates:**
 - **Issue Date:** 15 January 2015
 - **Maturity Date:** 3 February 2020
 - **Initial Valuation Date:** 15 January 2015
 - **Final Valuation Dates:** 15 July 2019, 15 August 2019, 16 September 2019, 15 October 2019, 15 November 2019, 16 December 2019 and 15 January 2020
 - **Currency Initial Valuation Date:** 15 January 2015
 - **Currency Final Valuation Date:** 16 January, 2020

(*) Items above are indicative terms only and may change. You should check the final value of such items prior to investing.

Early redemption and adjustments

The terms of the product provide that if certain defined events, in addition to those described above, occur (principally but not exclusively in relation to any Underlying, or the Issuer of the product (which may include the discontinuation of the Issuer's ability to carry out the necessary hedging transactions)), adjustments may be made to the terms of the product to account for the relevant event or the product may be early redeemed. The amount paid on any early redemption may be

less than the amount originally invested.

Intended retail investor

This product is primarily intended for investors who:

- are looking for capital preservation and capital growth, and are expecting the underlying to perform in a way that generates a favourable return;
- are willing and able to bear a partial loss of their investment, and accept the credit risk of the issuer;
- are willing to accept a level of risk that is compatible with the summary risk indicator shown below;
- have the ability to make an informed investment decision through sufficient knowledge and understanding of the product and its specific risks and rewards, potentially resulting from experience of investing in and/or holding a number of similar products providing a similar market exposure or relevant training activities;
- have a minimum investment horizon consistent with the maturity date of the product.

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

Summary Risk Indicator



The risk indicator assumes you keep the product until 3 February 2020. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

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 the lowest risk class. This classification takes into consideration two elements: 1) the market risk - that rates the potential losses from future performance at a very low level; and 2) the credit risk which estimates that poor market conditions are very unlikely to impact our capacity to pay you. You are entitled to receive back at least 90.909% of your capital. Any amount over this, and any additional return, depends on future market performance and is uncertain. However, this protection against future market performance will not apply if you cash-in before 3 February 2020. If we are Handelsbanken is not able to pay you what is owed, you could lose your entire investment.

Performance Scenarios

Investment SEK 100,000

Scenarios		1 year	1.9 years (Recommended holding period)
Stress scenario	What you might get back after costs	SEK 99,025	SEK 100,146
	Average return each year	-0.98%	0.08%
Unfavourable scenario	What you might get back after costs	SEK 106,057	SEK 110,943
	Average return each year	6.06%	5.54%
Moderate scenario	What you might get back after costs	SEK 113,210	SEK 128,976
	Average return each year	13.21%	14.13%
Favourable scenario	What you might get back after costs	SEK 121,652	SEK 151,554
	Average return each year	21.65%	24.10%

This table shows the money you could get back over the next 1.9 years, under different scenarios, assuming that you invest SEK 100,000. 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 on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment. The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we 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 Handelsbanken is unable to pay out?

This product is not protected by any investor compensation or guarantee scheme. If Handelsbanken is unable to make a payment and/or is in default, you may lose some or all of your invested amount and any payment may be delayed.

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, for 2 different holding periods. They include potential early exit penalties. The figures assume you invest SEK 100,000. The figures are estimates and may change in the future.

Costs over time

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 SEK 100,000

Scenarios	If you cash in after 1 year	If you cash in at the end of the recommended holding period
Total costs	SEK 1,000.00	SEK 0.00
Impact on return (RIY) per year	1.00%	0.00%

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.

This table shows the impact on return per year

One-off costs	Entry costs	0.00%	The impact of the costs you pay when entering your investment. The impact of these costs is already included in the price.
	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 that we take each year for managing your investments.
Incidental costs	Performance fees	0.00%	Not applicable
	Carried interests	0.00%	Not applicable

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

Recommended holding period: 1.9 years

The product is designed to be held until the end of the recommended holding period.

The recommended holding period is selected to correspond with the maturity date of the product. Please note that you may not be able to sell the product prior to the maturity date. If you are able to sell the investment at an earlier date, you may incur costs and may lose part or all of your investment. The manufacturer is under no obligation to make a secondary market in the product, but may choose to re-purchase the products early on a case-by-case basis. Further information is available upon request.

How can I complain?

If you have a complaint, please contact at firsthand the person at the company that has handled your case to present your view. If you have opinions regarding the product you should contact your branch office or Handelsbanken central complaints department which is reached at: klagomal@handelsbanken.se or Handelsbanken, Klagomålsansvarig, 106 70 Stockholm, Sweden.

Other relevant information

Associated base prospectus and relating final terms, as published on <http://www.handelsbanken.se> or as obtained per request.