



Mid-market mark disclosure

The daily mark for each Swap is prepared by discounting future cash flows of the Swap to arrive at a current value of the Swap. The netted value of these discounted future cash flows is the daily mark for the Swap.

For each asset class, forward curves and volatility levels are determined on the basis of observable market inputs when available and on the basis of estimates when observable market inputs are not available. Such forward curves and volatility levels are used to estimate future cash flows that are not certain (for example floating interest rates or options). In some cases, we may use probabilistic models, using probability measures deemed appropriate, to determine the expected value of future cash flows. These estimated cash flows, along with future cash flows that are known with certainty, are then discounted to their present value using discount factors derived from relevant market inputs for the relevant asset class or, as then indicated and relevant, using the terms of the relevant CSA agreement.

In our sole discretion, we may use a variety of methodologies to prepare the estimated cash flows described above, including without limitation, preparing Monte Carlo simulations and utilizing Black-Scholes and other mathematical pricing models. We may, in our sole discretion, alter the inputs used in such simulations and change or refine aspects of the modeling. Such changes and alterations may be unilaterally implemented at any time and we are under no obligation to disclose to you the methodology used or the inputs thereto.

Please note that the daily mid-market mark calculated by SEB and reported to you may differ from the value recorded on SEB's books or any value used by SEB for the purpose of calculating margin calls, which may take into consideration other factors and aspects than those used to calculate the daily mid-market mark.

For clarification, where the report includes FX swaps with yet-to-settle near legs, the daily mark will be presented separately for the near and far legs. Related near and far legs will have the same trade ID for identification and aggregation purposes.

No mid-market mark provided by SEB is necessarily indicative of a price at which SEB would enter into or be willing to close out similar positions. SEB accepts no liability with regard to any use on your part of provided mid-market marks for purposes of accounting, forecasting or any other analysis, whether losses or damages are direct, indirect, incidental or consequential, even if we are advised of that possibility.