

7.5% SOCIAL MEDIA REVERSE CONVERTIBLE BOND

INVESTMENT PRODUCT WITHOUT CAPITAL PROTECTION
REVERSE CONVERTIBLE BOND

- Underlyings: Facebook Inc. and Twitter Inc.
- 7.5% fixed annual interest rate
- Redemption of the nominal value or physical delivery of shares
- Barrier at 55% of the underlying price of each share
- Full market risk if barrier is violated, currency risk, issuer risk
- Further information on opportunities/risks on the following pages
- Term of 2 years



Certificates by



**Raiffeisen
CENTROBANK**

ATTRACTIVE FIXED INTEREST RATE ABOVE MARKET LEVEL

In short:

The 7.5% Social Media Reverse Convertible Bond provides for an attractive fixed interest rate: the interest amount is paid out annually, regardless of the performance of both underlying shares. Whether the nominal amount is paid out at the end of the term or whether physical delivery of shares takes place depends on the performance of the underlying shares. In case of physical delivery of shares at maturity, the share with the worst performance is delivered.

KEY FACTS

Issuer*	Raiffeisen Centrobank AG
Offer	continuous issuing
ISIN	AT0000A2SKE9
Issue price	100%
Nominal value	EUR 1,000
Subscription period ¹	

Aug 3, 2021 - Aug 30, 2021

Initial valuation date	Aug 31, 2021
------------------------	--------------

Issue value date	Sep 1, 2021
------------------	-------------

Final valuation date	Aug 29, 2023
----------------------	--------------

Maturity date	Sep 1, 2023
---------------	-------------

Strike	Closing price of each share at the initial valuation date
--------	---

Barrier	55% of the respective strike
---------	------------------------------

Observation	daily (closing price)
-------------	-----------------------

Observation period	Sep 1, 2021 - Aug 29, 2023
--------------------	----------------------------

Fixed interest rate	7.5% annually
---------------------	---------------

Interest rate payout dates	Sep 1, 2022; Sep 1, 2023
----------------------------	--------------------------

Amount of shares	= (nominal value x EUR/USD exchange rate at the final valuation date ÷ strike)
------------------	--

Redemption	If the daily closing prices of both underlying shares (Facebook Inc. and Twitter Inc.) always quote above the respective barrier of 55% during the observation period, or if the closing prices of each shares quote at or above their respective strike at the final valuation date, the certificate is redeemed at 100% of the nominal value.
------------	---

Otherwise, physical delivery of the share with the lowest performance is effected. Redemption is dependent on the solvency of RCB*.

Listing	Vienna, Frankfurt, Stuttgart
---------	------------------------------

Quotes	www.rcb.at
--------	--

* Raiffeisen Centrobank AG is a 100% owned subsidiary of Raiffeisen Bank International AG – rating of RBI: www.rbinternational.com/ir/ratings

¹ Early closing or extension of the subscription period is within the sole discretion of Raiffeisen Centrobank AG.

Attractive yields in a low interest rate environment, partial protection against price slumps and a short term are convincing arguments for many investors. The new **7.5% Social Media Reverse Convertible Bond** combines all these features in one product. The investment product without capital protection provides a fixed annual interest payment of 7.5% with a partial protection up to the barrier of 55% of the starting value as safety mechanism. The certificate has a term of two years. Further details regarding opportunities and risks are listed on the next page.

SHARE BASKET

The **share basket** of the Reverse Convertible Bond consists of two market leaders in the social media industry:

- The international IT company **Facebook Inc.** is known for its social network Facebook as well as for the two services Whatsapp and Instagram. The company, based in Silicon Valley, focuses on the development of technologies for the straightforward sharing of information.
- The short message service Twitter, with currently over 200 million daily users worldwide, is operated by the company **Twitter Inc.** founded in 2006.

FUNCTIONALITY

Reverse Convertible Bonds have a predefined **maturity date**, a **fixed interest rate** and a **strike**, set at the initial valuation date. Moreover, **Reverse Convertible Bonds** issued by Raiffeisen Centrobank AG are equipped with a **barrier** set below the **strike**, which serves as an additional safety mechanism. These parameters remain unchanged during the term. The interest rate, which is above market level, provides investors with an attractive yield if the Reverse Convertible Bond is redeemed at 100% of the nominal value. In case of **physical delivery of the shares**, the interest amount mitigates or may even overcompensate the loss incurred from the delivery of shares.

At the initial valuation date, the closing prices of both underlying shares are fixed as **strikes** and the **number of shares** for potential physical delivery is determined. Additionally, the **respective barriers** (55% of each respective strike) are set.

- **The fixed interest rate** of 7.5% is **paid out** annually regardless of the performance of the two underlying shares (equals two times EUR 75 per nominal value during the term).
- **Redemption** of the nominal value at the end of the term depends on the performance of the two underlying shares. During the observation period the closing prices of the shares are compared with their respective barrier on a daily basis.

DEFINED NUMBER OF SHARES

The number of shares to be delivered is determined as follows:

Number of shares =

$(\text{nominal value} \times \text{EUR/USD exchange rate at the final valuation date}) \div \text{starting value}$

Usually this does not result in whole numbers.

Due to the fact that shares are traded in whole numbers only, in the event of physical delivery the residual value is paid out in cash (=cash settlement) according to the market value: $(\text{Fraction of the shares} \times \text{closing price of the share at the final valuation date}) \div \text{EUR/USD exchange rate at the final valuation date}$

The 7.5% Social Media Reverse Convertible Bond provides for **physical delivery** of shares. In the most unfavourable case, the investor gets delivered the worst performing share in the amount predefined.

RELEVANT STOCK EXCHANGE

Facebook Inc.	NASDAQ
Twitter Inc.	NY Stock Exchange

SUITED MARKET EXPECTATION

declining

sideways

rising

YOUR INVESTMENT HORIZON

< 3 years

3 to 5 years

> 5 years

NOTE

The referenced opportunities and risks represent a selection of the most important facts regarding the product.

You are about to purchase a product that is not easy and difficult to understand.

For further information see the Base Prospectus (including possible amendments) – approved by the Austrian Financial Market Authority (FMA), deposited at the Oesterreichische Kontrollbank AG and published at www.rcb.at/en/securitiesprospectus (we recommend reading the prospectus before making an investment decision) – in the key information document and among „Customer Information and Regulatory Issues“ at www.rcb.at/en/customerinformation

At the final valuation date, **one of the following scenarios** will apply:

SCENARIO 1: All shares quoted daily ABOVE their barrier

If the daily closing prices of Facebook Inc. AND Twitter Inc. are **above the barrier of 55%** of their respective strike on each day of the observation period, **redemption is effected at 100% of the nominal value**. Provided that none of two shares ever closes 45% or more below its respective strike, investors obtain the nominal amount of EUR 1,000 at the maturity date. This amount represents the maximum payout.

SCENARIO 2: Barrier was TOUCHED/UNDERCUT by at least one of the shares

If the daily closing price of **ONE** or **BOTH** shares is at or below the respective barrier of 55% at least once during the observation period, the investor will only receive the worst performing share (percentage performance from the strike price to the closing price on the last valuation date - „worst of“) in the **amount determined on the final valuation date** – taking into account the exchange rate – delivered to his securities deposit instead of a redemption of the nominal value. In this case, the nominal amount is multiplied by the EUR/USD exchange rate on the Last Valuation Date and divided by the strike price of the share to be delivered determined at the start of the term. The fraction is paid out. If, however – despite the event of a barrier – the closing prices of both shares are at or above their respective strike price on the final valuation date, the investor will receive the nominal value of EUR 1,000 at the end of the term. This amount also then represents the maximum amount (maximum payout amount).

EXAMPLE – assumption: if the initial valuation date had been July 19, 2021 and on the final valuation date the EUR/USD exchange rate is 1.20

SHARE	STRIKE 100% ¹	BARRIER 55%	EUR/USD WK ²	Number of shares (Nominal value x EUR/USD exchange rate) ÷ strike
Facebook	USD 336.95	USD 185.323	1.20	(EUR 1,000 x 1.20) ÷ USD 336.95 = 3.5614
Twitter	USD 66.02	USD 36.311	1.20	(EUR 1,000 x 1.20) ÷ USD 66.02 = 18.1763

1... exemplary strike in relation to the closing price of the respective share on July 19, 2021.

2... EUR/USD exchange rate assumed for example purposes

Source: Bloomberg: FB UQ (ISIN: US30303M1027), TWTR UN (ISIN: US90184L1026)

OPPORTUNITIES

- **Attractive fixed interest rate:** The fixed annual interest amount (7.5% p.a.) is paid out regardless of the performance of both underlying shares.
- **Safety buffer:** Attractive yield in sideways moving and slightly decreasing markets due to the partial protection against falling prices down to the barrier of 55%
- **Flexibility:** Tradability on the secondary market, no management fees

RISKS

- **Barrier violation:** If the respective barrier is touched or undercut by the closing price of at least one of the two shares, the investor is entirely subject to market risk, without any protective mechanism. In case of physical delivery, the market value of the delivered shares will be below the nominal amount. Close to the barrier, there can be disproportionate price movements of the reverse convertible bond.
- **Limited yield opportunity:** The opportunity for yields is in any case limited to the fixed interest rate (2 x 7.5% during the term). Investors do not participate in price increases of the underlyings beyond their respective strikes.
- **Currency risk:** In the event of a breach of the barrier, the number of shares delivered depends on the exchange rate at the final valuation date.
- **Issuer risk / Bail-in:** Certificates are not covered by the Deposit Protection Scheme. Investors are exposed to the risk that Raiffeisen Centrobank AG might be unable to fulfil its payment obligations in respect of the described financial instrument such as in the event of insolvency (issuer risk) or an official directive (Bail-in). A total loss of the capital invested is possible.

DISCLAIMER

In spite of all possible care taken, the data contained in this advertisement are provided purely as non-binding information. This advertisement constitutes neither investment advice nor, an offer nor a recommendation nor an invitation to execute a transaction. The information contained in this advertisement is generic and no consideration is given to the personal circumstances of potential investors. The information contained in this advertisement substitutes neither the necessary individual investment advice for the purchase or sale of investments nor shall any investment decision be taken on the basis of this document. This advertisement has not been prepared in accordance with legal requirements designed to promote the independence of investment research and is not subject to the prohibition on dealing ahead of the dissemination of investment research.

The complete information for all financial instruments described in this advertisement as well as the sole legal basis for potential transactions in one of the described financial instruments is the Base Prospectus (including any possible supplements) which has been approved by the Austrian Financial Market Authority (FMA) in connection with the corresponding Final Terms of the described financial instruments. The approved Base Prospectus (including any possible supplements) and the respective Final Terms have been deposited at the Oesterreichische Kontrollbank AG as the notification office. The approval of the Base Prospectus should not be construed as an endorsement of the financial instrument described herein by the FMA. Additional information on the financial instruments described herein may also be obtained from the respective key information documents (KIDs) that are available for download free of charge on the website of Raiffeisen Centrobank AG (www.rcb.at) by entering the International Securities Identification Number (ISIN) of the respective financial instrument.

Unless otherwise explicitly expressed in any of the cited documents above, no measures have been taken in any national legal system which should permit a public offering of the products described therein.

Raiffeisen Centrobank AG explicitly excludes any liability in relation to the correctness, appropriateness and completeness of the information presented herein.

Certificates are risky instruments of wealth investment. Should the price of the respective underlying instrument of a certificate develop adversely, an investor may lose part or all of his or her invested capital. Certificates react more strongly or weakly to changes of the price of the underlying instrument depending on a number of factors (e.g. volatility or correlation of the underlying instruments, interest, dividends, remaining term, changes in foreign exchange rates) and do not move simultaneously with the underlying.

Under certain circumstances the issuer is authorized to redeem the certificates prior to the agreed repayment date.

Issuer Risk/Creditor Participation ("bail-in"): Any payments during or at the end of the term of the certificates depend on the solvency of the issuer ("issuer risk"). Investors are therefore exposed to the risk that Raiffeisen Centrobank AG might be unable to fulfil its payment obligations in respect of the described financial instrument such as in the event of insolvency ("issuer risk") or an official directive ("bail-in"). The resolution authority may also issue such an order before any insolvency proceedings if the issuer is judged to be in crisis. Under these circumstances the resolution authority has wide-ranging powers to take action (so-called "bail-in instruments"). For example, it can reduce the claims of investors in respect of the described financial instruments to zero, terminate the described financial instruments, or convert them into shares of the issuer and suspend investors' rights. More detailed further information is available at www.rcb.at/en/basag. A total loss of the invested capital is possible.

Past performance is no reliable indicator of future results. Please refer to the Base Prospectus for additional disclosures on risks as well as further information.

The information presented does not constitute binding tax advice. Tax treatment of investments is dependent on the personal situation of the investor and may be subject to change. As regards tax treatment and impact on the investor's individual tax situation, the investor is advised to consult with a tax advisor. This report is based on the knowledge the persons preparing the document have obtained up to the date of creation. Please note that the legal situation may change due to legislative amendments, tax directives, opinions of financial authorities, jurisdiction etc.

The price of the Reverse Convertible Bond is dependent on the underlying's price. Adverse performances of the underlying may cause price fluctuations of the Reverse Convertible Bond. If the Reverse Convertible Bond is sold, there is the risk to incur a substantial loss or even a total loss of the invested capital ("market risk"). The Reverse Convertible is subject to several influencing factors and need not develop simultaneously to and in accordance with the underlying's performance. Such influencing factors include e.g. intensity of the underlying's price fluctuations (volatility), interest rates, solvency of the issuer or remaining term. If the Reverse Convertible Bond is sold prior to the end of the term, there is the risk to incur a partial or even total loss of the invested capital (price performance). Dividends and similar rights associated with the underlying are taken into account when structuring the Reverse Convertible Bond and are not paid out.

Certificates issued by RCB are no financial products as defined in the Regulation (EU) 2019/2088

Supervisory Authorities: Austrian Financial Market Authority (FMA), Austrian National Bank, European Central Bank within the Single Supervisory Mechanism (SSM). Imprint according to the Austrian Media Act: Media Owner and Publisher is Raiffeisen Centrobank AG | Member of RBI Group | Am Stadtpark 9, 1030 Vienna/Austria.

Further information may be obtained from the consultant at your local bank, on the Internet at www.rcb.at or on the product hotline of Raiffeisen Centrobank AG: +43 1/51520 - 484.

Your contacts at Raiffeisen Centrobank AG, Am Stadtpark 9, 1030 Vienna/Austria:

Product hotline	Ph.: +43 1/51520 - 484	produkte@rcb.at
Heike Arbter (Member of the Board)	Ph.: +43 1/51520 - 407	heike.arbter@rcb.at
Philipp Arnold (Head of Structured Products Sales)	Ph.: +43 1/51520 - 469	philipp.arnold@rcb.at
Roman Bauer (Head of Trading)	Ph.: +43 1/51520 - 384	roman.bauer@rcb.at
Thomas Stagl (Head of Sales CEE)	Ph.: +43 1/51520 - 351	thomas.stagl@rcb.at
Mariusz Adamiak	Ph.: +43 1/51520 - 395	mariusz.adamiak@rcb.at
Raphael Bischinger	Ph.: +43 1/51520 - 432	raphael.bischinger@rcb.at
Lukas Florreither	Ph.: +43 1/51520 - 397	lukas.florreither@rcb.at
Walter Friehsinger	Ph.: +43 1/51520 - 392	walter.friehsinger@rcb.at
Lukas Hackl	Ph.: +43 1/51520 - 468	lukas.hackl@rcb.at
Jan Kausek	Ph.: +43 1/51520 - 486	jan.kausek@rcb.at
Kathrin Korinek	Ph.: +43 1/51520 - 401	kathrin.korinek@rcb.at
Jaroslav Kysela	Ph.: +43 1/51520 - 481	jaroslav.kysela@rcb.at
Udo Leser	Ph.: +43 1/51520 - 350	udo.leser@rcb.at
Aleksandar Makuljevic	Ph.: +43 1/51520 - 385	aleksandar.makuljevic@rcb.at
Monika Mrnustikova	Ph.: +43 1/51520 - 386	monika.mrnustikova@rcb.at
Anja Niederreiter	Ph.: +43 1/51520 - 483	anja.niederreiter@rcb.at
Michal Polin	Ph.: +42 1/257203 - 041	michal.polin@rcb.sk
Martin Rainer	Ph.: +43 1/51520 - 391	martin.rainer@rcb.at
Ludwig Schweighofer	Ph.: +43 1/51520 - 460	ludwig.schweighofer@rcb.at
Alexander Unger	Ph.: +43 1/51520 - 478	alexander.unger@rcb.at
Fabiola Vicenova	Ph.: +42 1/257203 - 040	fabiola.vicenova@rcb.sk
Martin Vonwald	Ph.: +43 1/51520 - 338	martin.vonwald@rcb.at
Wilhelmine Wagner-Freudenthal	Ph.: +43 1/51520 - 381	wilhelmine.wagner-freudenthal@rcb.at



Certificates by

