

The Investor assumes the full credit risk of the Issuer. The notes are unsecured and subordinated and therefore the price is very sensitive to any change in market's attitude towards the Issuer and/or changes in interest rates in the debt market.

In the event of Issuer default, the investor may lose all or part of his investment and/or repayment may be delayed.

The investor may face the risk that the notes will be converted into shares. In the event of a notes conversion, the value of the shares could be lower than the conversion rate. In this case, the degree of the investor's claim will be lowered and it will be subordinated to all other creditors of the issuer (except shares).

RISKS

You should be aware that there are several types of risk (including but not limited to the following):

- Risks related to the Issuer (credit risk, savings policy risk, currency risk, interest rate risk, liquidity risk, country risk, operational risk, management and compliance risk).
- Risks related to notes (conversion risk, coupon risk, notes repayment risk, risk of principal, which has no maturity, early repayment risk, liquidity risk, price risk, tax risk).

The full risk description is available in the Terms of Issue.

COUPON RISK

The Issuer may decide to cancel the payment of the Coupon (in whole or in part) for an unlimited period of time and without accrual principle. Such a decision to cancel the payment of the Coupon is not a case of default (insolvency) of the Issuer, nor does it limit the Issuer's activity in any way. The cancellation of the coupon payment can have a significant negative impact on the market value of notes.

LIQUIDITY RISK

Notes may have low liquidity, which is solely dependent on the presence of buyers and sellers in the market. Therefore, it can make it difficult for investors to sell notes in the secondary market.

RISK OF PRINCIPAL, WHICH HAS NO MATURITY

The notes are perpetual, therefore the principal amount does not have a set redemption date and investors can receive principal amount payments only in case of redemption of the notes by decision of the Issuer (Call Option).

PERFORMANCE SCENARIO

The scenarios shown below 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 and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the product.

The table below calculates the amount of money you can earn back, according to different scenarios, assuming that EUR 100,000 is invested.

The calculations do not take into account the commissions you pay to your investment service provider and the costs associated with paying taxes.

PERFORMANCE SCENARIO	Holding period	Purchase price	Selling price	PROFIT/LOSS IN EUR	Results / Average annual return
FAVORABLE	1 year	100%	101%	100000*13%=13000 EUR coupon (101%-100%)*100000=1000 EUR (Notes price change)	+14000 EUR (+14.00%)
MODERATE	1 year	100%	100%	100000*13%=13000 EUR coupon (100%-100%)*100000=0 EUR (Notes price change)	+13000EUR (+13.00%)
UNFAVORABLE	1 year	100%	98%	100000*13%=13000 EUR coupon (98%-100%)*100000=-2000 EUR (Notes price change)	+11000EUR (+11.00%)
Stress	1 year	100%	90%	100000*13%=13000 EUR coupon (90%-100%)*10000=-10000 EUR (Notes price change)	+3000EUR (3.00%)

Scenario if the Issuer decides to use the option to buy back the notes after 5 years	5 years	100%	100%	10000*13%*5=65000 EUR coupon (100%-100%)*10000=0 EUR (Notes price change)	+65000 EUR (+13.00%)
Scenario if the Issuer decides not to pay the coupon for one year and after 5 years use the option to buy back the notes	5 years	100%	100%	10000*13%*4=52000 EUR coupon (100%-100%)*10000=0 EUR (Notes price change)	+52000 EUR (+10.4%)

WHAT HAPPENS IF BluOr BANK AS IS UNABLE TO PAY OUT?

You are exposed to the risk that in case of insolvency of BluOr Bank AS, the Issuer will not be able to fulfil its obligations arising from this product. This product is not covered by the deposit guarantee system. There is a possibility that you may lose all or part of your invested funds.

WHAT ARE THE COSTS?

The Product has no internal costs, however the purchase and holding of the Product may be subject to transaction fees and holding fees, the amount of which depends on the investor's investment service provider.

Before buying Notes, an investor should consider all commissions and costs. These commissions and costs reduce your profitability. The table below shows different types of costs that affect profitability if you planned to buy notes through BluOr Bank AS, assuming that EUR 100,000 has been invested. Notes are bought and sold at face value. The costs are calculated for the 1-year period of holding the notes.

Costs and charges	Description	Amount EUR	%
One-time costs	One-time commission for opening / closing investment accounts	0,00	0,00
Ongoing Costs	Commission for holding notes in the account	250,00	0,25
Transaction and operational costs	Commission for purchase and sale of notes	100,00	0,1
Commission on ancillary investment services	Commission on preparation of analytical reports	0,00	0,00
Incidental costs	Commissions for the result	0,00	0,00
Total amount		350,00	0,35

More information is available on the website <https://www.bluorbank.lv/en/compliance>, in the MiFID II section.

HOW CAN I COMPLAIN?

You can address any query and complaint regarding this product using the following types of communications:

Phone: +371 67 031 333

Email: info@bluorbank.lv

Internetbank: Bank – New Message to the Bank

By post: BluOr Bank AS, 6 Smilšu street, Riga, LV-1050, Latvia

Personally: 2 Jekaba street, Riga, LV-1050, Latvia

OTHER RELEVANT INFORMATION

The information contained in this key information document is not a recommendation to buy or sell this Product.

To obtain complete information about this financial instrument, in particular about the characteristics of the Product and the risks associated with this investment, it is necessary to read the Terms of the Issue, its official annexes and Final terms of the particular Tranche. All documents can be requested from the Issuer - BluOr Bank AS.