

UK & US Conditional Income Kick-out Plan (MS070)

Plan Summary

Potential Early Maturity (Kick-out)

The Plan has been structured to provide fixed quarterly income payments of 1.50%, depending on the performance of the FTSE 100 Index and the S&P 500 Index, over the six year term. The Plan has the potential to mature early (kick-out) from the second year and annually thereafter.

On each of the 24 Observation Dates over the six year term, the Closing Level of the FTSE 100 Index and the S&P 500 Index will be compared with their Initial Index Levels (the Closing Level on the Investment Start Date). If, on an Observation Date, the Closing Level of both Indices is **at or above 80% of its Initial Index Level**, you will receive an income payment of 1.50%.

If however, the Closing Level of the FTSE 100 Index or the S&P 500 Index is **below 80% of its Initial Index Level** on an Observation Date, you will receive no income payment. The income you may receive is dependent on the Closing Level of both Indices on each of the Observation Dates.

If no income is payable on an Observation Date due to the Closing Level of the Indices on that date, this does not affect the potential to receive subsequent income payments.

Final Redemption

Where the Plan has not matured early and runs to the full six year term, repayment of your Initial Investment, will depend on the Final Index Level (the Closing Level of the FTSE 100 Index and the S&P 500 Index on the Investment End Date, 17 December 2027).

If the Final Index Level of both Indices is **at or above 65% of its Initial Index Level**, your Initial Investment will be repaid to you.

If, however, the Final Index Level of either Index is **below 65% of its Initial Index Level**, repayment of your Initial Investment will be reduced by 1% for every 1% the Final Index Level is below its respective Initial Index Level, or fraction thereof.

Return of proceeds

Your maturity proceeds (including Initial Investment, plus any returns from the Plan or minus any deductions) will be applied to your Walker Crips account within 10 business days of the Investment End Date (or relevant Anniversary Date), subject to timely receipt of the funds from the issuer.

INVESTMENT START DATE

17 December 2021

INVESTMENT END DATE

17 December 2027

INVESTMENT TERM

Up to six years

OBSERVATION DATES

Income: Quarterly commencing
17 March 2022 and ending
17 December 2027

Kick-out (early maturity): Annually
commencing 18 December 2023 and
ending 17 December 2026

UNDERLYING INDICES

FTSE 100 Index
S&P 500 Index

INITIAL INDEX LEVELS

Closing Level on 17 December 2021
FTSE 100 Index: 7269.92
S&P 500 Index: 4620.64

FINAL INDEX LEVELS

Closing Level on 17 December 2027

PLAN MANAGER

Walker Crips Structured Investments

RISK TO INITIAL INVESTMENT

If the plan has not matured early and either Index has fallen below 65% of its Initial Index Level on 17 December 2027

COUNTERPARTY RISK

The counterparty for this Plan is Morgan Stanley & Co. International plc. If Morgan Stanley & Co. International plc were to fail or become insolvent, you could lose some or all of your investment and any return that may be due, irrespective of the performance of the FTSE 100 Index and the S&P 500 Index.

UNDERLYING SECURITIES ISIN

GB00BW6SFS48