

UK & US Step Down Kick-out Plan (MS053)

Plan Summary

Potential Early Maturity (Kick-out)

The Plan has the potential to mature early (kick-out) from the first anniversary, and on four subsequent Anniversary Dates, depending on the performance of the FTSE 100 Index and the S&P 500 Index.

If, on an Anniversary Date, the closing levels of both the FTSE 100 Index and the S&P 500 Index are **at or above their required kick-out levels**, the Plan will mature early and your Initial Investment will be repaid to you, plus an accumulated return of 6.4% for each year that has elapsed since the Investment Start Date.

If however, the FTSE 100 Index or the S&P 500 Index is **below its required kick-out level** on an Anniversary Date, the Plan will continue to the next Anniversary Date.

Final Redemption

Where the performance of the FTSE 100 Index and the S&P 500 Index has not activated an early maturity and the Plan runs for the full six year term, the final value of the Plan will be determined by the Final Index Level of the worst performing Index on the Investment End Date.

If the Final Index Level of the worst performing Index is **at or above 85%** of its Initial Index Level, your initial investment will be repaid to you, plus a return of 38.4%.

If the Final Index Level of the worst performing Index is **below 85% of its Initial Index Level**, but **at or above 60% of its Initial Index Level**, your Initial Investment will be repaid to you, but you will not receive a return from your investment in the Plan.

If, however, the Final Index Level of the worst performing Index is **below 60% of its Initial Index Level**, repayment of your Initial Investment will be reduced by 1% for every 1% the Final Index Level of the worst performing Index is below its Initial Index Level, and you will not receive a return from your investment in the Plan.

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

23 December 2020

INVESTMENT END DATE

23 December 2026

INVESTMENT TERM

Up to six years

ANNIVERSARY DATES

23 December 2021

23 December 2022

27 December 2023

23 December 2024

23 December 2025

UNDERLYING INDICES

FTSE 100 Index

S&P 500 Index

INITIAL INDEX LEVEL

Closing Level on 23 December 2020

FTSE 100 Index: 6495.75

S&P 500 Index: 3690.01

REQUIRED KICK-OUT LEVEL

Year one 100% of Initial Index Level

Year two 100% of Initial Index Level

Year three 100% of Initial Index Level

Year four 95% of Initial Index Level

Year five 90% of Initial Index Level

Investment End Date 85% of

Initial Index Level

FINAL INDEX LEVEL

Closing Level on 23 December 2026

PLAN MANAGER

Walker Crips Structured Investments

CAPITAL AT RISK

If the plan has not matured early and one

or both of the Indices have fallen below

60% of their Initial Index Levels on 23

December 2026

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

GB00BW6SCM70