

Secure Accelerator Bond 4 A & B

INVESTMENT RATIONALE

The investment rationale for investing in the Bond, in Equities, in European Equities in particular and in Indices can be summarised as follows:

1. Capital Protection:

87.5% (Option A) or 85% (Option B) Capital Protection at maturity

2. Equities as a long term investment: Although investing in equities (shares or stocks) involves a degree of investment risk and there will be volatile periods along the way, over time, equities tend to outperform other assets like bonds, property, cash etc.

Investors in the Bond adopt a medium/long term approach, which can mitigate the risks and short term volatility associated with stock market investment while benefiting from the medium/long term capital growth potential that equities can provide.

3. European Equities: The European equity market fell in the same manner as the stock markets of all other regions as a result of the global credit crisis in 2008. While European equities have recovered since the crisis, European equities have not yet returned to their pre-crisis highs or to new all-time high levels experienced in other regions like the US and UK. Therefore, capacity remains for European Equities to rise should the recovery in economic progress and growth in the region continue.

4. Indices: Stock Market Indices are designed to give investors a broad exposure to the equities of a particular geographic region or industry sector. In this case, the Index provides investors with a broad exposure to European Equities.

The Underlying Investment of the Bond is the Solactive Deep Value Select 50 Index.

Warning: If you invest in this Bond you may lose 12.5% (Option A) or 15% (Option B) of the money you invest.

Solactive Deep Value Select 50 Index (the Index)

The Index is sponsored and calculated by Solactive, a full service index provider focused on offering reactive, reliable and tailor-made services to financial institutions. Solactive has the ability to develop:

- Value added equity thematic indices: Deep Value, Exporters, Brand Leaders, Low Carbon, etc.
- For all kinds of products: ETF, ETN, Structured Products, etc.

The Index comprises a selection of robust European companies that exhibit an attractive market price, good financial health and proven economic performance. The Index aims to offer a significantly higher exposure to overperforming European equities. The Index methodology focuses on the intrinsic value of the companies using 3 fundamental filters: Valuation, Solvency and Stability.

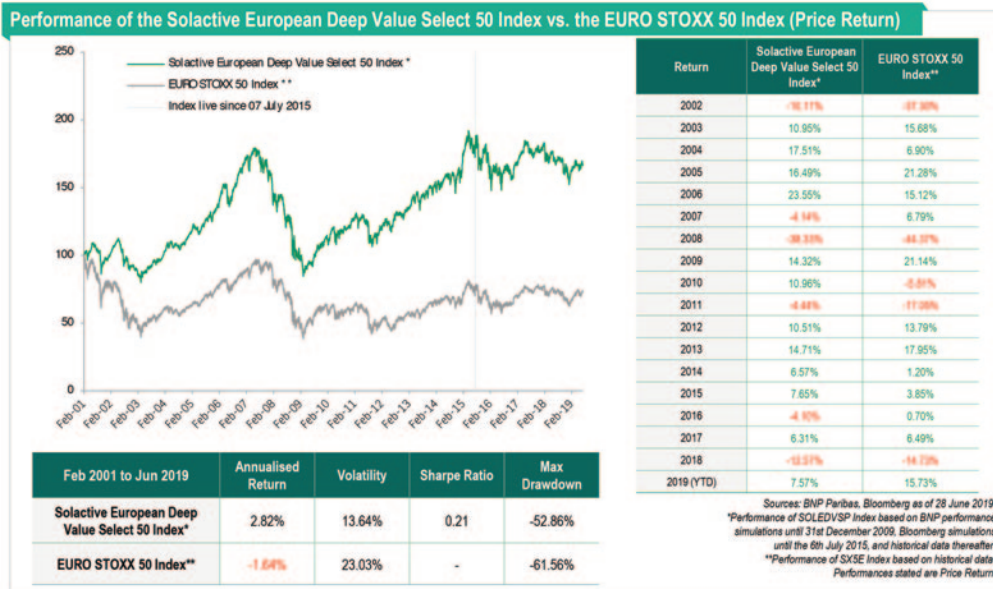
In order to achieve a good price efficiency, the Index selects stocks with a low volatility and that are expected to pay a dividend in the coming month.

Warning: Dividends distributed by the Index constituents will not be re-invested in the Index nor distributed to investors.

Index Past Performance

The Index has exhibited attractive past performance in simulations since 2001 and since its live launch in July 2015.

The chart and table below illustrate the performance of the Index and the EuroStoxx 50 Index from February 2001 to 28 June 2019. Using simulated and live data, the Index's annualised return was 2.82% relative to the EuroStoxx 50 Index (Price Return) [the benchmark index for European stocks] annualised return of -1.64%.



Warning: Past Performance is not a reliable guide to future performance.

Warning: The simulated performance figures are estimates only. They are not a reliable guide to the future performance of your investment.

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Back Testing

OPTION A

We back tested 1,304 5 year periods between 3 July 2009 and 2 July 2019. A summary of the back testing results are as follows:

Worst return	+25%
Best Return	+81.27%
Average return	+37.92%
Number of times investors received back between Capital Protected amount of 87.5% and 100% of Initial Investment	0 (0% of all 5 year periods tested)
Number of times investors received positive returns	1,304 (100% of all 5 year periods tested)

OPTION B

We back tested 1,304 5 year periods between 2 July 2009 and 1 July 2019. A summary of the back testing results are as follows:

Worst return	+40%
Best Return	+81.27%
Average return	+44.21%
Number of times investors received back between Capital Protected amount of 85% and 100% of Initial Investment	0 (0% of all 5 year periods tested)
Number of times investors received positive returns	1,304 (100% of all 5 year periods tested)

Source: Bloomberg, BNP Paribas (July 2019)

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Sample Return Illustration

The Bond return is calculated on the Final Valuation Date at the end of the term.

OPTION A

Investors will receive a minimum return of 25% if the Index is equal to or above its initial level at the Final Valuation Date.

If the Index return is greater than 25% on the Final Valuation Date, Investors will receive 100% Participation in the performance of the Index added to 100% of the amount initially invested. The maximum negative return from the Index is -12.5% but there is no maximum positive return.

The table below describes how the returns are calculated in example negative, neutral and positive investment return conditions for investors if €100,000 is invested:

Description	Example 1 Negative Return -20%	Example 2 Negative Return -10%	Example 3 Negative Return -5%	Example 4 Neutral/No Return	Example 5 Positive Return 5%	Example 6 Positive Return 20%	Example 7 Positive Return 40%	Example 8 Positive Return 50%
Initial Amount Invested (€)	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Return from Underlying Index (%)	-20%	-10%	-5%	0%	5%	20%	40%	50%
Participation Rate (%)	N/A	100%	100%	N/A	N/A	N/A	100%	100%
Projected Investment Return after Participation (%)	-12.5%	-10%	-5%	25%	25%	25%	40%	50%
Projected Gross Investment Return (€)	-12,500	-10,000	-5,000	25,000	25,000	25,000	40,000	50,000
Projected Amount returned to Investors Before Tax (€)	87,500	90,000	95,000	125,000	125,000	125,000	140,000	150,000

OPTION B

Investors will receive a minimum return of 40% if the Index is equal to or above its initial level at the Final Valuation Date.

If the Index return is greater than 40% on the Final Valuation Date, Investors will receive 100% Participation in the performance of the Index added to 100% of the amount initially invested. The maximum negative return from the Index is -15% but there is no maximum positive return.

The table below describes how the returns are calculated in example negative, neutral and positive investment return conditions for investors if €100,000 is invested:

Description	Example 1 Negative Return -20%	Example 2 Negative Return -10%	Example 3 Negative Return -5%	Example 4 Neutral/No Return	Example 5 Positive Return 5%	Example 6 Positive Return 20%	Example 7 Positive Return 40%	Example 8 Positive Return 50%
Initial Amount Invested (€)	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Return from Underlying Index (%)	-20%	-10%	-5%	0%	5%	20%	40%	50%
Participation Rate (%)	N/A	100%	100%	N/A	N/A	N/A	N/A	100%
Projected Investment Return after Participation (%)	-15%	-10%	-5%	40%	40%	40%	40%	50%
Projected Gross Investment Return (€)	-15,000	-10,000	-5,000	40,000	40,000	40,000	40,000	50,000
Projected Amount returned to Investors Before Tax (€)	85,000	90,000	95,000	140,000	140,000	140,000	140,000	150,000

Warning: These figures are estimates only. They are not a reliable guide to the future performance of your investment.

Warning: Past Performance is not a reliable guide to future performance.

Warning: If you invest in this Bond you can lose 12.5% (Option A) or 15% (Option B) of the money you invest.

Warning: The value of your investment may go down as well as up.

Summary Risk Indicator

The Summary Risk Indicator (SRI) is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because BNP Paribas is not able to pay the Investor. The risk indicator assumes the product is held until maturity.

We have classified this product as 2 out of 7 which is a low risk class.



The actual risk can vary significantly if the Investor encashes prior to maturity. Investors may not be able to sell this product easily or may have to sell at a price that significantly impacts on how much the Investor gets back.

The Summary Risk Indicator of 2 rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact BNP Paribas' capacity to pay you.

Investors will receive payments in the product's currency, which may be different from the Investor's domestic currency. In this case, be aware of currency risk. The final return Investors will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Investors are entitled to receive back at least 87.5% (Option A) or 85% (Option B) of their capital (capital means Notional Amount). Any amount over this, and any additional return, depends on future market performance and is uncertain. However, this protection against future market performance will not apply if Investors cash-in before maturity.

If BNP Paribas is not able to pay you what is owed, you could lose your entire investment.

For detailed information about all risks please refer to the risk sections of the Base Prospectus as specified in the section 'Other relevant information' below.

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DISTINCTIVE FEATURES

1. 87.5% or 85% Capital Protection
2. Returns added to 100% of the amount invested
3. 25% or 40% minimum return if Index is above or equal to its initial level at maturity.
4. Investment linked to European Equity Index

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Warning: This document is intended for Financial Broker firms only and is not suitable for potential Investors. This document should be read in conjunction with the product Brochure where a full list of warnings is provided.