



# FIXED COUPON NOTE PRECIOUS METALS

Fixed quarterly income  
with a 60% maturity barrier



PAAS, AU, B

**13.12% p.a.**

OCTOBER 2026

## STRATEGY FEATURES



### Term

2 Years

Autocall from 6M



### Coupon Rate

13.12% p.a.

Indicative pricing



### Downside Barrier

60%

of initial price (-40%), at maturity



### Coupon Freq.

Quarterly

\$3,280 per \$100,000

## Strategy Profile

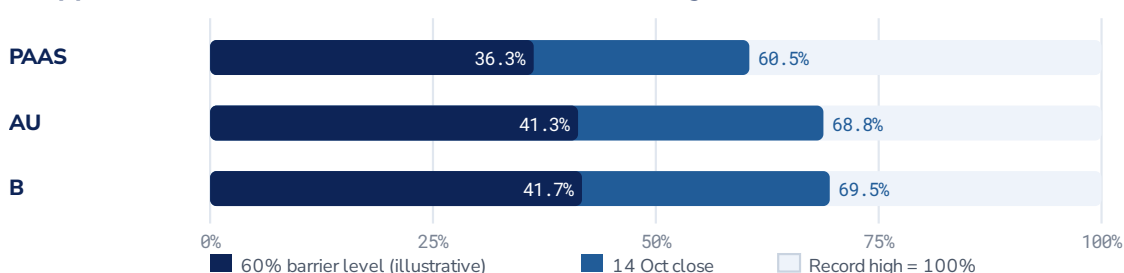
Fixed Coupon Note linked to three operating precious-metals producers: **Pan American Silver (PAAS:NYSE)**, **AngloGold Ashanti (AU:NYSE)** and **Barrick (B:NYSE)**.

You receive a fixed coupon of 13.12% p.a.\* paid in cash quarterly to your nominated bank account — \$3,280 per \$100,000 invested each quarter while the note is outstanding.

This exchanges share-price upside for income. A renewed gold or silver rally is not required: flat or moderately lower shares can still deliver the contractual income and full scheduled principal, provided every stock finishes at or above 60% of its initial price at maturity. All three remain exposed to precious-metals pricing.

- **Term:** Up to 24 months, giving the reference assets time to recover from a company-specific or broader market fall. **This does not mean capital must be tied up for 2 years.** In normal markets investors may redeem early, subject to a 1% bid/ask spread and an exit price that depends on time remaining, share prices and volatility.
- **Auto-call:** From month 6, and quarterly thereafter, if all reference assets are at or above 100% of their initial prices, the note matures early, returning capital plus the coupon due. Early maturity stops future coupons.
- **Downside Barrier:** Set at 60% of each initial price (a 40% fall) and tested only at scheduled maturity. If every stock finishes at or above its barrier, capital is returned in full. If any finishes below, the loss is measured from the initial price of the worst performer, not just the amount below the barrier: a -50% outcome means a 50% capital loss.
- **Issuer:** To be confirmed. Coupons and capital are subject to the issuer's credit risk.

### Entry price and 60% barrier, as a % of each stock's record high



| Reference asset                 | Sector        | 14 Oct close | Record high | Below high | 60% barrier* |
|---------------------------------|---------------|--------------|-------------|------------|--------------|
| Pan American Silver (PAAS:NYSE) | Silver & Gold | US\$42.33    | US\$69.99   | 39.5%      | US\$25.40    |
| AngloGold Ashanti (AU:NYSE)     | Gold          | US\$88.84    | US\$129.14  | 31.2%      | US\$53.30    |
| Barrick (B:NYSE)                | Gold & Copper | US\$38.89    | US\$55.95   | 30.5%      | US\$23.33    |

\*Indicative coupon, subject to market movements and issuer confirmation. Illustrative barriers use 14 October 2026 closes, not contractual fixings; record highs are published intraday highs in local listing currencies. Distance below a high is not a valuation or safety measure.



Watch the strategy video

[Stropro Studio · short explainer](#)



View the indicative term deck

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## PAN AMERICAN SILVER PAAS:NYSE

### Pan American Silver PAAS:NYSE

Pan American Silver is one of the world's leading silver producers, with silver and gold mines across the Americas.

**Role in the basket:** PAAS adds silver sensitivity to the basket alongside two gold-focused producers. It enters the note 39.5% below its record high.

#### REPORTED FINANCIALS

**US\$1.124bn**

Q2 2026 revenue

**US\$305m**

Q2 2026 net earnings

**~US\$1.8bn**

Cash & investments

### The barrier case

Current profitability (calculated net margin of 27.1%) and liquidity of about US\$1.8bn against total debt of US\$841m support resilience. Note that cash includes attributable Juanicipio cash.

### What to watch

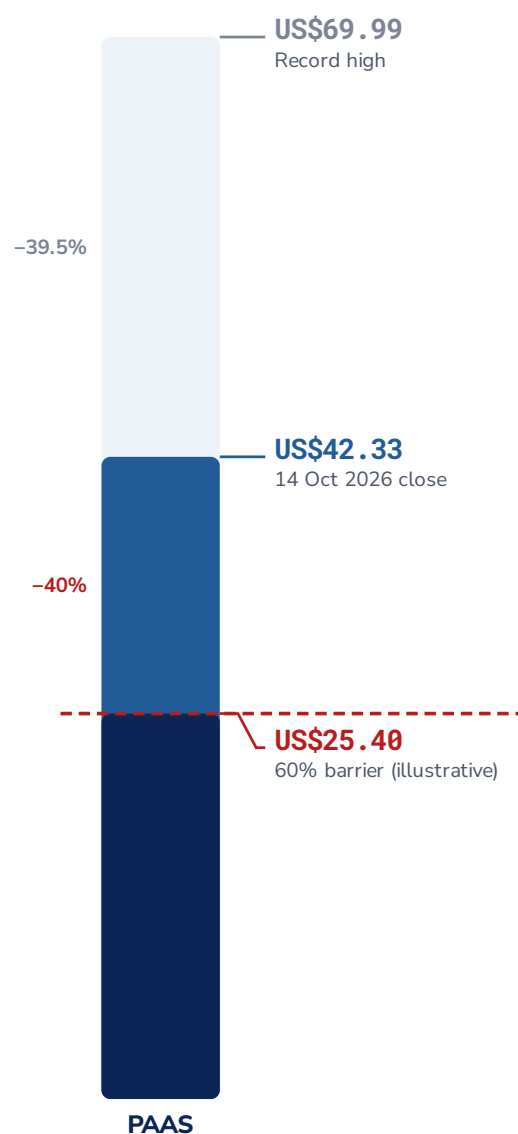
Silver prices, mine execution, taxation and jurisdiction risk across its operating countries.

#### We would reassess the note if...

silver weakens for a sustained period, a major mine is disrupted, or adverse tax or government action occurs.

#### Entry snapshot

|                          |           |
|--------------------------|-----------|
| 14 Oct 2026 close        | US\$42.33 |
| Record high              | US\$69.99 |
| Below record high        | 39.5%     |
| Illustrative 60% barrier | US\$25.40 |
| Barrier vs record high   | 36.3%     |



Price ladder: record high, entry and illustrative barrier

Reported financials support the resilience case; they do not establish a probability of avoiding the barrier. Different reporting periods and margin definitions are not directly comparable. Illustrative barrier uses the 14 October close, not the contractual fixing. Refresh prices before use.

## ANGLOGOLD ASHANTI AU:NYSE

### AngloGold Ashanti AU:NYSE

AngloGold Ashanti is a global gold producer with a portfolio of operations across Africa, Australia and the Americas.

**Role in the basket:** AU brings strong current cash generation and a net cash balance sheet, reducing immediate funding pressure if conditions weaken.

#### REPORTED FINANCIALS

**~US\$2.0bn**

Q2 2026 adjusted EBITDA

**US\$727m**

Q2 2026 free cash flow

**US\$991m**

Reported net cash

#### The barrier case

Strong cash generation and a net cash position give AngloGold capacity to withstand weaker gold prices without needing to raise funds.

#### What to watch

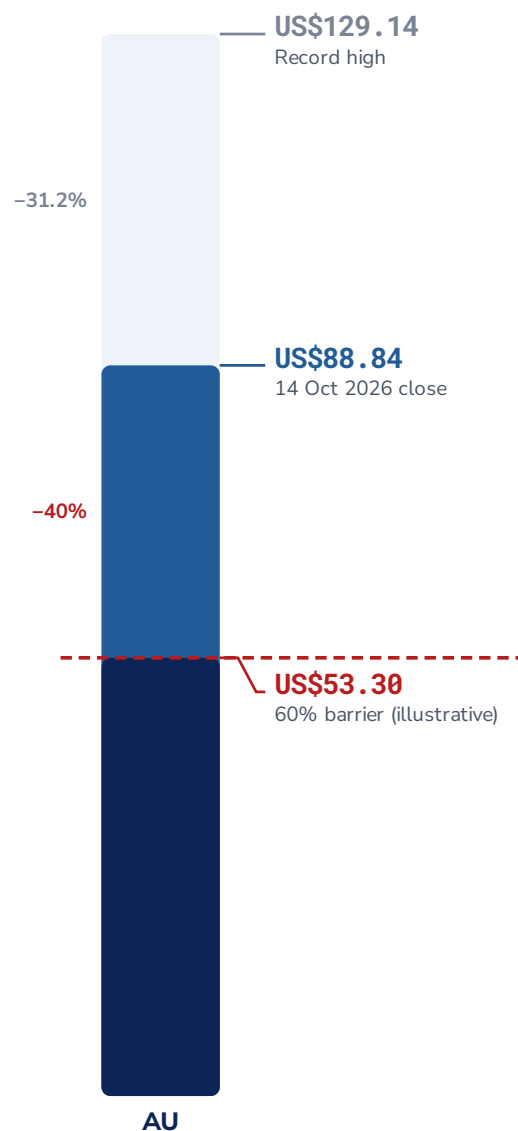
Gold prices, production shortfalls and cost inflation. AU and Barrick share substantial gold exposure, so a gold downturn would affect both.

#### We would reassess the note if...

gold weakens for a sustained period, sustaining costs rise, or production falls short of guidance.

#### Entry snapshot

|                          |            |
|--------------------------|------------|
| 14 Oct 2026 close        | US\$88.84  |
| Record high              | US\$129.14 |
| Below record high        | 31.2%      |
| Illustrative 60% barrier | US\$53.30  |
| Barrier vs record high   | 41.3%      |



Price ladder: record high, entry and illustrative barrier

Reported financials support the resilience case; they do not establish a probability of avoiding the barrier. Different reporting periods and margin definitions are not directly comparable. Illustrative barrier uses the 14 October close, not the contractual fixing. Refresh prices before use.

## BARRICK B:NYSE

### Barrick B:NYSE

Barrick is one of the world's largest gold producers, with a growing copper business and tier-one mines across multiple continents.

**Role in the basket:** Barrick contributes established, large-scale production and cash generation, with a competitive all-in sustaining cost base.

#### REPORTED FINANCIALS

**US\$5.29bn**

Q2 2026 revenue

**US\$1.22bn**

Q2 2026 net earnings

**US\$1,866/oz**

Gold AISC

### The barrier case

Established production and operating cash flow of US\$1.70bn in the quarter. A gold AISC well below the prevailing gold price provides a margin buffer.

### What to watch

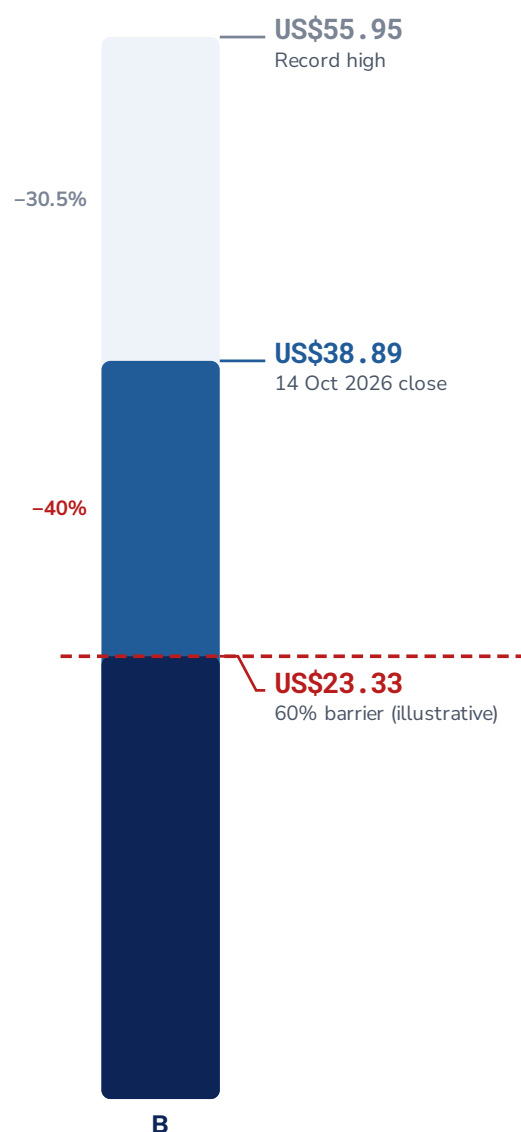
Capital expenditure, jurisdiction issues and the planned separation of its North American business. How a corporate action would adjust the reference asset must be confirmed in the final terms.

#### We would reassess the note if...

gold weakens for a sustained period, cash is depleted, or the North American separation adversely changes the reference asset.

#### Entry snapshot

|                          |           |
|--------------------------|-----------|
| 14 Oct 2026 close        | US\$38.89 |
| Record high              | US\$55.95 |
| Below record high        | 30.5%     |
| Illustrative 60% barrier | US\$23.33 |
| Barrier vs record high   | 41.7%     |

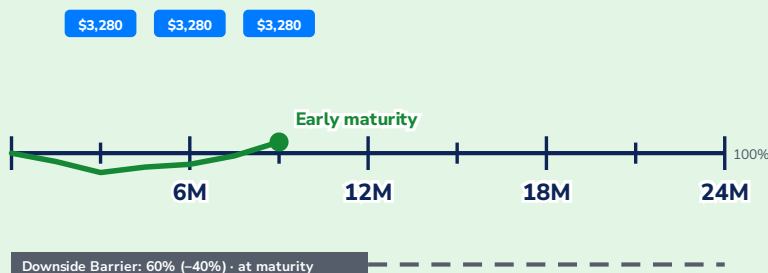


Price ladder: record high, entry and illustrative barrier

Reported financials support the resilience case; they do not establish a probability of avoiding the barrier. Different reporting periods and margin definitions are not directly comparable. Illustrative barrier uses the 14 October close, not the contractual fixing. Refresh prices before use.

## SCENARIOS AND RISKS

### Scenario 1: All stocks recover above their initial prices — early maturity



The stocks are below their initial prices at the first observation (month 6) but recover, so the note autocalls at month 9 (the 2nd observation).

3 coupons of \$3,280

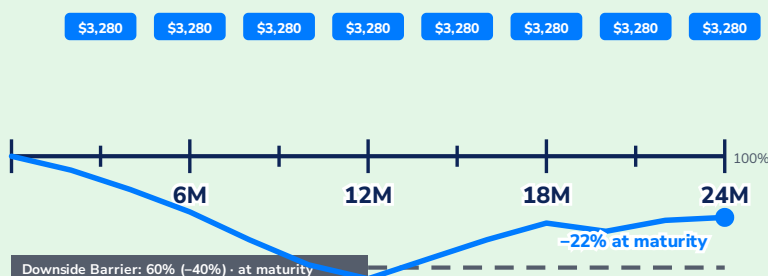
Capital returned in full at month 9

**Early maturity: +9.84% return**

**Total capital and coupons received over 9 months = \$109,840**

\$100,000 initial capital + \$9,840 (9 months at 13.12% p.a.)

### Scenario 2: A stock dips below the barrier during the term but recovers by maturity



The worst performer trades below 60% mid-term, then recovers to finish -22%. Because the barrier is tested only at maturity, the interim breach does not trigger a knock-in (although the note's sale value would have fallen in the meantime).

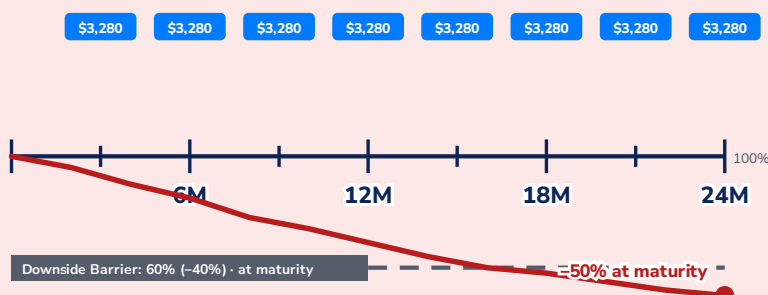
8 coupons of \$3,280

**Barrier not breached at maturity: +26.24% return**

**Total capital and coupons received over 24 months = \$126,240**

\$100,000 initial capital + \$26,240 (2 years at 13.12% p.a.)

### Scenario 3: A stock remains below the barrier at maturity — knock-in event



The worst performer finishes 50% below its initial price. Capital is reduced in line with the worst performer — measured from its initial price, not from the barrier — so \$100,000 becomes \$50,000 (settled in cash or shares per the final terms). All coupons are still paid.

8 coupons of \$3,280

**Barrier breached at maturity: -23.76% return**

**Total capital value and coupons received over 24 months = \$76,240**

\$50,000 in capital value + \$26,240 (2 years at 13.12% p.a.)

Scenarios are for explanatory purposes only and use a \$100,000 example investment. They assume issuer performance and exclude fees, tax and reinvestment. Payments shown include coupons already received. Issuer default can cause partial or total loss irrespective of share prices.

## INVESTMENT COMMITTEE

## Risk Methodology

The MPC Markets Investment Committee overlays its macroeconomic and market outlook directly onto its risk assessment to ensure a robust investment thesis. Taking a top-down approach, the committee first assesses the prevailing macroeconomic environment — inflation trends, employment strength, commodity cycles and consumer spending — then integrates these insights into the evaluation of each reference asset. The result is a dynamic portfolio-construction process in which risk reflects both underlying asset quality and macro context.

## HOW THIS BASKET WAS ASSESSED

Each reference asset is reviewed on its most recent reported financials — earnings, margins, cash generation, liquidity and leverage — alongside its entry price relative to its record high and the illustrative 60% barrier level. Reported financials support the resilience case; they do not establish a probability of avoiding the barrier. We also identify the specific developments that would cause us to reassess each holding during the term.

## GLOSSARY

**Downside Barrier**

The level, 60% of each initial price (a 40% fall), below which capital is exposed to the worst performer. Observed only at scheduled maturity for this note. Also known as the knock-in level.

**Auto-call (Early Maturity)**

If all reference assets are at or above 100% of their initial prices on a quarterly observation date from month 6, the note matures early, returning principal plus the coupon due. Future coupons stop.

**Worst Performer**

The reference asset with the largest percentage fall from its initial price. It alone determines the capital outcome at maturity.

**Knock-In Event**

Occurs if any reference asset is below its barrier at maturity. Capital is reduced by the worst performer's full fall from its initial price.

**Coupon**

Fixed periodic interest, paid quarterly for this note. Paid as scheduled regardless of share-price movements, subject to issuer credit.

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