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Non-collateralised Structured Products

issued by

J.P. Morgan Structured Products B.V. (“Issuer”)

(incorporated with limited liability in The Netherlands)

and unconditionally and irrevocably guaranteed by

JPMorgan Chase Bank, National Association

(a national banking association organized under the laws of United States of America)

Announcement in relation to Early Termination Amount of Affected Callable Bull/Bear Contracts Linked to Hang Seng TECH Index

Reference is made to our announcement dated 18 January 2021 (the “**Announcement**”) regarding early termination of the Affected Structured Products. Capitalised terms used in this announcement shall have the same meaning as those defined in the Announcement unless the context requires otherwise.

Investors should note that:

- (a) trading in the Affected Structured Products has been suspended from 9:00 a.m. (Hong Kong time) on 2 February 2021;
- (b) the Affected Structured Products were early terminated on 2 February 2021; and
- (c) the valuation methodologies applicable to different listed structured products vary according to the actual terms of the relevant products and the relevant valuation model applied by us based on our actual underlying hedging arrangements as of the relevant time. Our current intended approach for the valuation methodology applicable to the Early Termination Amount of the Affected Structured Products only applies to such products, and must not be construed as applicable to, or the benchmark for, other similar listed structured products (whether or not linked to the same underlying index) issued under the Programme.

Early Termination Amount

Pursuant to the Announcement, we have determined the Early Termination Amount in respect of the Affected Structured Products as set out in the schedule attached to this announcement.

In determining the Early Termination Amount for each series of the Affected Structured Products (which are the CBBCs), we have used our existing pricing model for the relevant series of the Affected Structured Products (including funding cost from (and including) the Early Termination Date to (and including) the original scheduled Expiry Date). The key market factor inputs of such pricing model are:

- (a) The Closing Level of the underlying index fixed on the Valuation Date against the Strike Level.

For the Affected Structured Products:

- (i) the **Closing Level** is set by reference to the average of the underlying index level during the five-minute interval on the Valuation Date¹ (i.e. 2 February 2021), being 10,032; and
 - (ii) the **Valuation Date** for the Affected Structured Products is the Early Termination Date (i.e. 2 February 2021).
- (b) Other factors determined as of the Early Termination Date, including:
- (i) the interest rate and dividend rate of the underlying index, from (and including) the Early Termination Date to (and including) the original scheduled Expiry Date; and
 - (ii) the average of the implied funding cost applicable to the relevant series based on the mid-price of the Issuer's bid and ask quotes as at or immediately before market close in Hong Kong on the two trading days immediately preceding the trading suspension date (i.e. 29 January and 1 February 2021).

No cost of unwinding any related hedging arrangements or other costs would be deducted from the Early Termination Amount of the Affected Structured Products.

The Early Termination Amount per CBBC is calculated by applying each of the relevant market data to our existing pricing model for the Affected Structured Products.

The Early Termination Amount per Board Lot is calculated by multiplying the Early Termination Amount per CBBC with the Board Lot of the Affected Structured Products.

We confirm the Early Termination Amount is determined by us in good faith and in a commercially reasonable manner and represents the fair market value of the Affected Structured Products immediately prior to the early termination.

Settlement process

The Early Termination Amount will be paid by transfer to the CCASS account through which the relevant Affected Structured Products are held on the Settlement Date (currently scheduled to be 5 February 2021). Payment of the Early Termination Amount to such account will be a complete discharge of our obligation to pay such Early Termination Amount. Investors should note that if you are not a CCASS investor participant and do not have a CCASS account, you will have to rely on your broker to ensure that the Early Termination Amount is credited to your account maintained with your broker (and if applicable, its custodian).

Any payment of the Early Termination Amount shall be made net of any taxes, duties, fees, levies and other charges incurred in respect of such payment or otherwise in connection with such early termination. Investors should also check with their brokers (if any) as to whether there are any charges payable to their brokers. We are not responsible for any tax, duties or charges imposed by any tax authority in respect of the payment of the Early Termination Amount or otherwise in connection with such early termination. Investors should obtain independent tax advice if they are in any doubt.

Contact details for investors' enquiries

Investors in the Affected Structured Products may obtain further information as follows:

- (a) visit our designated website at <http://www.ipmwarrants.com.hk>; or

¹ This tracks the methodology of determining the final settlement price for settling the relevant index futures contracts as if the relevant index futures contracts were scheduled to expire on the Valuation Date.

(b) call our hotline at +852 2800 7878.

J.P. Morgan Structured Products B.V.

Hong Kong, 3 February 2021

Schedule: Early Termination Amount for Affected Structured Products

	Stock Code of Affected Structured Products	Type	Underlying Index	Strike Level	Average of the implied funding cost (on an annualized basis)	Average of the implied funding cost (HK\$)	Board Lot	Early Termination Amount per CBBC (HK\$)	Early Termination Amount per Board Lot (HK\$)
1	57609	Bull CBBCs	Hang Seng TECH Index	7,600	6.73%	0.00785	10,000 CBBCs	0.250944	2509.440
2	57610	Bull CBBCs	Hang Seng TECH Index	7,400	8.24%	0.00935	10,000 CBBCs	0.272446	2724.460
3	57632	Bull CBBCs	Hang Seng TECH Index	7,000	22.22%	0.00980	10,000 CBBCs	0.312952	3129.520
4	58595	Bull CBBCs	Hang Seng TECH Index	7,300	2.52%	0.01205	10,000 CBBCs	0.283390	2833.900
5	58597	Bull CBBCs	Hang Seng TECH Index	7,500	3.00%	0.00905	10,000 CBBCs	0.261408	2614.080
6	58627	Bull CBBCs	Hang Seng TECH Index	6,900	1.90%	0.00860	10,000 CBBCs	0.319900	3199.000
7	58678	Bull CBBCs	Hang Seng TECH Index	5,900	1.87%	0.01000	10,000 CBBCs	0.421426	4214.260
8	60585	Bull CBBCs	Hang Seng TECH Index	7,250	0.95%	0.00845	10,000 CBBCs	0.286030	2860.300
9	60591	Bull CBBCs	Hang Seng TECH Index	7,650	0.87%	0.00820	10,000 CBBCs	0.245847	2458.470
10	63081	Bull CBBCs	Hang Seng TECH Index	7,800	0.82%	0.00790	10,000 CBBCs	0.230564	2305.640