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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

Xiaomi Corporation (“Xiaomi CBBCs”)

Reference is made to our announcement dated 19 February 2021 (the “**Announcement**”) regarding early termination of the Xiaomi CBBCs. 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 Xiaomi CBBCs has been suspended from 9:00 a.m. (Hong Kong time) on 16 March 2021;
- (b) the Xiaomi CBBCs were early terminated on 16 March 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 Xiaomi CBBCs 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 share) issued under the Programme.

Early Termination Amount

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

In determining the Early Termination Amount for each series of the Xiaomi CBBCs, we have used our existing pricing model for the relevant series of the Xiaomi CBBCs (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 Price of the underlying share fixed on the Valuation Date against the Strike Price.

For the Xiaomi CBBCs:

- (i) the **Closing Price** is set by reference to the closing price of one underlying share on the Valuation Date (i.e. 15 March 2021), being HK\$24.35; and
 - (ii) the **Valuation Date** for the Xiaomi CBBCs is the trading day immediately preceding the Early Termination Date (i.e. 15 March 2021).
- (b) Other factors determined as of the Early Termination Date, including:
- (i) the interest rate and dividend rate of the underlying share, 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. 12 March and 15 March 2021).

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

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

The Early Termination Amount per Board Lot is calculated by multiplying the Early Termination Amount per CBBC with the Board Lot of the Xiaomi CBBCs.

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 Xiaomi CBBCs 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 Xiaomi CBBCs are held on the Settlement Date (currently scheduled to be 19 March 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 Xiaomi CBBCs may obtain further information as follows:

- (a) visit our designated website at <http://www.ipmwarrants.com.hk>; or
- (b) call our hotline at +852 2800 7878.

J.P. Morgan Structured Products B.V.
Hong Kong, 17 March 2021

Schedule: Early Termination Amount for Xiaomi CBBCs

	Stock code of Xiaomi CBBCs	Type	Underlying shares/ Stock code	Strike Price (HK\$)	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	52151	Bull CBBCs	Xiaomi Corporation (1810.HK)	19.50	8.870%	0.00635	10,000 CBBCs	0.103408	1034.080
2	61673	Bull CBBCs	Xiaomi Corporation (1810.HK)	15.58	10.437%	0.02985	2,000 CBBCs	0.907080	1814.160
3	61779	Bear CBBCs	Xiaomi Corporation (1810.HK)	36.60	3.088%	0.00935	10,000 CBBCs	0.253839	2538.390
4	62968	Bull CBBCs	Xiaomi Corporation (1810.HK)	16.58	30.952%	0.03515	200 CBBCs	0.812125	162.425
5	69955	Bull CBBCs	Xiaomi Corporation (1810.HK)	18.50	3.167%	0.00305	10,000 CBBCs	0.120197	1201.970