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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 Warrants linked to CNOOC Limited**

**(Stock codes: 17729, 27462, 28187)**

**(“CNOOC Warrants”)**

Reference is made to our announcements dated 18 January 2021 and 29 January 2021 respectively (the “**Announcements**”) regarding the early termination of CNOOC Warrants. Capitalised terms used in this announcement shall have the same meaning as those defined in the Announcements unless the context requires otherwise.

Investors should note that:

- (a) trading in the CNOOC Warrants has been suspended from 9:00 a.m. (Hong Kong time) on 10 March 2021 (the “**Trading Suspension Date**”);
- (b) the CNOOC Warrants were early terminated on 15 March 2021 (the “**Early Termination Date**”); 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 CNOOC Warrants 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 Announcements, we have determined the Early Termination Amount in respect of the CNOOC Warrants as set out in the schedule attached to this announcement.

In determining the Early Termination Amount for each series of the CNOOC Warrants, we have used our existing pricing model for the relevant series of the CNOOC Warrants. The key market factor inputs of such pricing model are:

- (a) comparison of the “**Average Price**” against the exercise price applicable to the relevant series,

Where:

- a. the “**Average Price**” refers to the arithmetic mean of the closing prices of one share for each Valuation Date as specified in the schedule attached to this announcement;
  - b. the “**Valuation Date**” refers to each of the five Business Days immediately preceding the Early Termination Date (i.e. 8 March, 9 March, 10 March, 11 March and 12 March 2021);
- (b) the average of the implied volatility 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. 8 March and 9 March 2021); and
- (c) the time value between the Early Termination Date (i.e. 15 March 2021) and the original scheduled expiry date of the relevant series.

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

The Early Termination Amount per Warrant is calculated by applying each of the relevant market data to our existing pricing model for the CNOOC Warrants.

The Early Termination Amount per Board Lot is calculated by multiplying the Early Termination Amount per Warrant with the Board Lot of the CNOOC Warrants.

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 CNOOC Warrants 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 CNOOC Warrants are held on the settlement date (currently scheduled to be 18 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 CNOOC Warrants may obtain further information as follows:

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

**J.P. Morgan Structured Products B.V.**  
Hong Kong, 16 March 2021

### Schedule: Early Termination Amount for CNOOC Warrants

	Stock code of CNOOC Warrants	Type	Underlying share / Stock code	Exercise Price (HK\$)	Board Lot	Average Price (HK\$)	Early Termination Amount per Warrant (HK\$)	Early Termination Amount per Board Lot (HK\$)
1	17729	Call Warrants	CNOOC Limited (883.HK)	10.90	5,000 Warrants	9.212	0.204893	1024.465
2	27462	Put Warrants	CNOOC Limited (883.HK)	6.96	1,000 Warrants	9.212	0.001433	1.433
3	28187	Call Warrants	CNOOC Limited (883.HK)	8.68	1,000 Warrants	9.212	0.723647	723.647