

KEY INFORMATION DOCUMENT

PURPOSE

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

PRODUCT

| | | |
|-----------------------------|--|---|
| NAME | Banca IMI S.p.A. Covered Warrant su Indice FTSE® MIB® di tipo Call Scadenza 21.12.2018 | You are about to purchase a product that is not simple and may be difficult to understand |
| IDENTIFIER | ISIN: IT0005342925 | |
| ISSUER/MANUFACTURER | BANCA IMI S.p.A. | |
| CONTACTING THE MANUFACTURER | Website: www.bancaimi.com Phone number: 800 99 66 99 Email address: info@bancaimi.com | |
| COMPETENT AUTHORITY | CONSOB | |
| DATE | 28 August 2018 | |

WHAT IS THIS PRODUCT?

| | |
|------|----------------------|
| TYPE | Call Covered Warrant |
|------|----------------------|

OBJECTIVES The objective of this product is to provide an exposure to the potential upside performance of the Underlying at the expiry date through a call option.

Underlying

FTSE® MIB® Index (ISIN: IT0003465736)

How the return is determined

- **Underlying Final Value:** on the Final Valuation Date, the value of the Underlying will be equal to the settlement level of the future contract on the Underlying having the same expiry date.
- **Settlement Amount at Expiry Date:** the investor will receive at the expiry date an amount equal to the difference between the Underlying Final Value and the Exercise Price, multiplied by (a) the Multiplier and (b) the Minimum Exercise Number.

Key dates and values

- Issue Date – 29 August, 2018
- Exercise Price – 21,000
- Multiplier – 0.0001
- Minimum Exercise Number – 10
- Final Valuation Date – 21 December, 2018
- Settlement Date – two business days following the Expiry Date
- Expiry Date – 21 December, 2018
- Admission to listing / trading – Borsa Italiana - SeDeX and Luxembourg Stock Exchange

Adjustments

The terms of the product provide that upon occurrence of certain adjustments events, the Issuer, acting in its capacity as calculation agent, will be entitled to take certain actions determinations or judgments acting in its sole discretion. All such actions, determinations or judgments may influence the amounts receivable under the covered warrants.

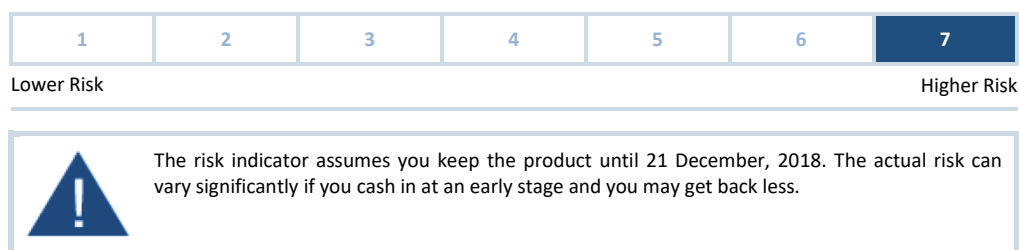
INTENDED RETAIL INVESTOR

This investment is intended for investor who:

- has a good knowledge of Markets and Financial Products;
- has an investment horizon consistent with the expiry date of the product;
- is willing to afford a loss up to the total invested amount;
- wants to have the possibility to disinvest the product before its expiry date, although without any guarantees to get back the invested amount.

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

SUMMARY RISK INDICATOR



The summary risk indicator 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 the Issuer is not able to pay you. The Issuer has classified this product as 7 out of 7, which is the highest risk class. This classification results from two elements: an estimation of the market risk that rates the potential losses from future performance at a very high level, and an estimation of the credit risk, according to which poor market conditions are very unlikely to impact the capacity of the Issuer to pay you. This product does not include any protection from future market performance so you could lose some or all of your investment. If the Issuer is not able to pay you what is owed, you could lose your entire investment.

PERFORMANCE SCENARIOS

| INVESTMENT EUR 10,000 | | |
|------------------------------|--|--|
| SCENARIOS | | Expiry Date (Recommended holding period) |
| Stress scenario | What you might get back after costs | EUR 0 |
| | Average return each year | -100.00% |
| Unfavourable scenario | What you might get back after costs | EUR 0 |
| | Average return each year | -100.00% |
| Moderate scenario | What you might get back after costs | EUR 1,322 |
| | Average return each year | -99.85% |
| Favourable scenario | What you might get back after costs | EUR 48,117 |
| | Average return each year | 15,195.10% |

This table shows the money you could get back until the Expiry Date, under different scenarios, assuming that you invest EUR 10,000. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the product. The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where the Issuer is not able to pay you.

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

WHAT HAPPENS IF BANCA IMI S.P.A. IS UNABLE TO PAY OUT?

This product is not protected by any investor compensation scheme or guarantee scheme. The Issuer's obligations arising out of the product are not subordinated to other Issuer's liabilities – except for secured ones. As a consequence, in the case of Issuer's winding-up, the investors claims would rank pari passu with the other unsecured claims, thus you could lose part or all of the invested capital. Moreover, if the Issuer is failing or likely to fail, the investment in the security may be subject to the application of the bail-in tool, which could imply the writing-down of the security, the reduction to zero of the claims attached to such security or its conversion into equity. In addition, you should be aware that any payment may be delayed.

WHAT ARE THE COSTS?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account the one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for the holding period. They include potential early exit penalties. The figures assume you invest EUR 10,000. The figures are estimates and may change in the future.

Cost over time

The Subject selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

| INVESTMENT EUR 10,000 | |
|---------------------------------|---|
| Scenarios | If you cash in at the end of the recommended holding period |
| Total costs | EUR 93.75 |
| Impact on return (RIY) per year | 0.00% |

Composition of costs

The table below shows:

- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- the meaning of the different cost categories.

| THIS TABLE SHOWS THE IMPACT ON RETURN PER YEAR | | | |
|--|-----------------------------|-------|--|
| ONE-OFF COSTS | Entry costs | 0.00% | The impact of the costs already included in the price. |
| | Exit costs | 0.00% | Not applicable |
| ONGOING COSTS | Portfolio transaction costs | 0.00% | Not applicable |
| | Other ongoing costs | 0.00% | Not applicable |
| INCIDENTAL COSTS | Performance fees | 0.00% | Not applicable |
| | Carried interests | 0.00% | Not applicable |

HOW LONG SHOULD I HOLD IT AND CAN I TAKE MONEY OUT EARLY?

Recommended holding period: until the Expiry Date

The recommended holding period is selected to correspond with the maximum residual duration of the product. Please note that you may not be able to sell the product before the Expiry Date. If you are able to sell the investment at an earlier date, you may incur costs and may lose part or all of your Investment. The Issuer is under no obligation to make a secondary market in the product, but may choose to re-purchase the products early on a case-by-case basis. Further information is available upon request.

HOW CAN I COMPLAIN?

You may lodge a formal complaint to the Issuer by letter - addressed to "Banca IMI S.p.A. – Ufficio Reclami – Largo Mattioli 3 – 20121 MILANO" - or alternatively by email at: info@bancaimi.com.

OTHER RELEVANT INFORMATION

For other information about the terms and conditions of the product, please refer to the documentation published on the Issuer's website www.bancaimi.prodottiequotazioni.com, or alternatively on the distributor's website, in compliance with the applicable legal provisions.