

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

Product name	Autocallable Bonus Note Linked to a Basket of Indices
Product identifiers	ISIN: XS1724626186 WKN: CB0GP2
PRIIP manufacturer	Commerzbank AG (Issuer) / zertifikate.commerzbank.com / Call + 44 (0) 20 76 53 7777 for more information.
Competent authority of the PRIIP manufacturer	Federal Financial Supervisory Authority (BaFin), Germany
Date and time of production	9 January 2018 13:51 London local time

You are about to purchase a product that is not simple and may be difficult to understand.

1. What is this product?

Type This Product is a bearer bond issued under German law

Objectives (Terms that appear in **bold** in this section are described in more detail in the table(s) below.) The product is designed to provide a return in the form of a cash payment on termination of the product. The timing and amount of this payment will depend on the performance of the **underlyings**. The product has a fixed term and will terminate on the **maturity date**, unless terminated early. The payment at maturity will not exceed GBP 1,438. If, at maturity, the **worst performing underlying** has fallen below 60.00% of its **initial reference level**, the product may return less than the **product notional amount** or even zero.

Early termination following an autocall: The product will terminate prior to the **maturity date** if, on any **autocall observation date**, the **reference level** of the **worst performing underlying** is at or above the relevant **autocall barrier level**. On any such early termination, you will on the immediately following **autocall payment date** receive a cash payment equal to the applicable **autocall payment**. The relevant dates, **autocall barrier levels** and **autocall payments** are shown in the table below.

Autocall observation date	Autocall barrier level		Autocall payment date
	<i>EURO STOXX 50 Price EUR</i>	<i>FTSE 100 Index</i>	
21 January 2019	105.00%*	105.00%*	24 January 2019
20 January 2020	100.00%*	100.00%*	23 January 2020
19 January 2021	95.00%*	95.00%*	22 January 2021
19 January 2022	90.00%*	90.00%*	24 January 2022
19 January 2023	85.00%*	85.00%*	24 January 2023

* of the **initial reference level** of the relevant **underlying**.

Termination on the maturity date: If the product has not terminated early, on the **maturity date**, you will receive:

- if the **final reference level** of the **worst performing underlying** is at or above 65.00% of its **initial reference level**, a cash payment equal to GBP 1,438;
- if the **final reference level** of the **worst performing underlying** is at or above 60.00% of its **initial reference level** and below 65.00% of its **initial reference level**, a cash payment equal to GBP 1,000; or
- if the **final reference level** of the **worst performing underlying** is below 60.00% of its **initial reference level**, a cash payment directly linked to the performance of the **worst performing underlying**. The cash payment will equal (i) the **product notional amount** multiplied by (ii) (A) the **final reference level** of the **worst performing underlying** divided by (B) its **initial reference level**.

All absolute amounts shown in this section are expressed on a per note basis.

Under the product terms, certain dates specified above and below will be adjusted if the respective date is either not a business day or not a trading day (as applicable). Any adjustments may affect the return, if any, you receive.

The product terms also provide that if certain exceptional events occur (1) adjustments may be made to the product and/or (2) the product issuer may terminate the product early. These events are specified in the product terms and principally relate to the **underlyings**, the product and the product issuer. The return (if any) you receive on such early termination is likely to be different from the scenarios described above and may be less than the amount you invested.

Underlyings	EURO STOXX 50 Price EUR (SX5E; ISIN: EU0009658145; Bloomberg: SX5E Index) and FTSE 100 Index (UKX; ISIN: GB0001383545; Bloomberg: UKX Index)	Reference level	The closing level of an underlying as per the relevant reference source
Underlying market	Equity	Reference source	• SX5E: STOXX • UKX: FTSE
Product notional amount	GBP 1,000	Final reference level	The reference level on the final valuation date
Issue price	100.00% of the product notional amount	Initial valuation date	19 January 2018
Product currency	Pound Sterling (GBP)	Final valuation date	19 January 2024
Underlying currencies	• SX5E: Euro (EUR) • UKX: GBP	Maturity date / term	24 January 2024

Issue date	19 January 2018	Autocall payments	On the first autocall payment date , GBP 1,073; thereafter increasing by GBP 73.00 on each subsequent autocall payment date
Initial reference level	The reference level on the initial valuation date	Worst performing underlying	For purposes of the payment at maturity: The underlying with the worst performance between the initial reference level and the final reference level For all other purposes: For a given date, the underlying with the worst performance between the initial reference level and the relevant reference level
Barrier level	60.00% of the initial reference level		

Intended retail investor The product is intended for private clients who pursue the objective of general capital formation/asset optimization and have a long-term investment horizon. This product is a product for clients with advanced knowledge and/or experience with financial products. The investor can bear losses up to the total loss of the capital invested and attaches no importance to capital protection.

2. What are the risks and what could I get in return?

Risk indicator



The risk indicator assumes you keep the product for 6 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less. You may not be able to cash in early. You may have to pay significant extra costs to cash in early.

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 we are not able to pay you.

We have classified this product as 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions are unlikely to impact our capacity to pay you.

Be aware of currency risk: If the currency of your account is different to the currency of this product, you will be exposed to the risk of suffering a loss as a result of the conversion of the currency of the product into the account currency. This risk is not considered in the indicator shown above.

This product does not include any protection from future market performance so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment.

Performance scenarios

<i>Investment: GBP 10,000</i>				
Scenarios		1 year	3 years	6 years (Recommended holding period)
Stress scenario	What you might get back after costs	GBP 5,916.97	GBP 2,842.49	GBP 2,600.55
	Average return each year	-40.83%	-26.98%	-20.07%
Unfavourable scenario	What you might get back after costs	GBP 7,296.27	GBP 5,351.62	GBP 4,140.76
	Average return each year	-27.04%	-14.47%	-13.64%
Moderate scenario	What you might get back after costs	GBP 9,217.04	GBP 9,892.70	GBP 10,000.00
	Average return each year	-7.83%	-0.27%	0.00%
Favourable scenario	What you might get back after costs	GBP 10,730.00	GBP 11,810.40	GBP 12,920.00
	Average return each year	7.30%	4.25%	4.35%

This table shows the money you could get back over the next 6 years under different scenarios, assuming that you invest GBP 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 we are not able to pay you.

This product cannot be easily cashed in. This means it is difficult to estimate how much you would get back if you cash in before maturity. You will either be unable to cash in early or you will have to pay high costs or make a large loss if you do so.

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.

3. What happens if Commerzbank AG is unable to pay out?

You are exposed to the risk that the issuer might be unable to meet its obligations in connection with the product for instance in the event of bankruptcy or an official directive for resolution action. This may materially adversely affect the value of the product and could lead to you losing some or all of your investment in the product. The product is not a deposit and as such is not covered by any deposit protection scheme.

4. 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 one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. The figures assume you invest GBP 10,000. The figures are estimates and may change in the future.

Costs over time

<i>Investment: GBP 10,000</i>			
<i>Scenarios</i>	<i>If you cash in after 1 year</i>	<i>If you cash in after 3 years</i>	<i>If you cash in at the end of the recommended holding period</i>
Total costs	GBP 255.76586	GBP 274.51472	GBP 277.49229
Impact on return (RIY) per year	2.55766%	0.68478%	0.4562%

The person 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.

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.

The table shows the impact on return per year.

One-off costs	<i>Entry costs</i>	0.4562%	The impact of the costs already included in the price.
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The costs shown in the table above represent the split of the reduction in yield shown in the costs over time table at the end of the recommended holding period. The split of the actual estimated costs of the product as a percentage of the **product notional amount** is estimated to be as follows: entry costs: 2.70% and exit costs: 0.00%.

5. How long should I hold it and can I take money out early?

Recommended holding period: 6 years

The product aims to provide you with the return described under "1. What is this product?" above. However, this only applies if the product is held to maturity. It is therefore recommended that the product is held until 24 January 2024 (maturity).

The product does not guarantee the possibility to disinvest other than by selling the product either (1) through the exchange (if the product is listed) or (2) off-exchange, where an offer for such product exists. No fees or penalties will be charged by the issuer for any such transaction, however an execution fee might be chargeable by your broker if applicable. By selling the product before its maturity, you may receive back less than you would have received if you had kept the product until maturity.

Exchange listing	Not applicable	Price quotation	Percentage
Smallest tradable unit	GBP 1,000.00		

In volatile or unusual market conditions, or in the event of technical faults/disruptions, the purchase and/or sale of the product can be temporarily hindered and/or suspended and may not be possible at all.

6. How can I complain?

Any complaint regarding the conduct of the person advising on, or selling, the product can be submitted directly to that person.

Any complaint regarding the product or the conduct of the manufacturer of this product can be submitted in writing at the following address:

Commerzbank Aktiengesellschaft, CC - Equity Markets & Commodities / Derivatives Public Distribution, Mainzer Landstraße 153, 60327 Frankfurt am Main, by email to: EMCsalesldn@commerzbank.com or at the following website: zertifikate.commerzbank.com.

7. Other relevant information

Any additional documentation in relation to the product and in particular the product terms is available free of charge from Commerzbank AG, Commerzbank Aktiengesellschaft, CC - Equity Markets & Commodities / Derivatives Public Distribution, Mainzer Landstraße 153, 60327 Frankfurt am Main upon request. In order to obtain more detailed information - and in particular details of the structure of the product - you should read this document.