

SECTION A: SUITABILITY ACKNOWLEDGEMENT

Prior to subscribing to the Notes issued by CM Structured Products (2) Ltd, I hereby confirm that:

- 1) I have received a copy (soft or printed) of the Listing Particulars (which contains all risks factors associated with these Notes) and a copy of the latest Circular Notice;
- 2) I have been made aware of the key features of the product (summarised in Section B below);
- 3) I have queried and obtained all requested information about the product including key risks and considerations (summarised in Section C below);
- 4) I have understood that:
 - **Capital and returns are NOT guaranteed:** I am investing in Credit Linked Notes and my capital is NOT guaranteed and will be repaid at an Interest Reset Date subject to exercising my put option in time and provided there has been no default by any of the Reference Entities or a Credit Event.
 - **Risks of underlying bonds and issuers:** No subsidiary or affiliate of the MCB Group Ltd, including but not limited to MCB Securities Ltd or the underlying Reference Entities, has guaranteed either the principal amount invested in the Notes or the interest payments. The capital risks associated with the Notes are those of the underlying Reference Entities (mainly credit default risk) and of the Underwriter (mainly for meeting the quarterly put requests).
 - **Diversification requirements:** I understand that I should not invest a significant portion of my savings or idle cash in just one product even if CM Structured Products (2) Ltd comprises a basket of three bonds.
 - **Liquidity and holding period:** The Credit Linked Notes are long-term notes and offer a put option every quarter which may be temporarily suspended in case of a credit event. By investing in the Credit Linked Notes, I understand that I should be able to hold them to maturity or until the next Interest Reset Date, as there may not be readily available buyers even if the Notes are listed and traded on the Stock Exchange of Mauritius. Additionally, the Notes may also trade at a discount on the market and selling them prior to maturity/Interest Reset Period may lead to capital losses.
- 5) I confirm that this product suits my requirements and risk appetite.

SECTION B: KEY FEATURES OF THE PRODUCT

A-rated notes: As from 13 January 2026, CM Structured Products (2) Ltd invests in long-term bonds issued by (i) City & Beach Hotels (Mauritius) Limited (“C&B”), the owner of La Pirogue Hotel and (ii) Compagnie des Villages de Vacances de L’Isle de France Limitée (“COVIFRA”) and (iii) Riveo Ltd (“RIVEO”), owner of Four Seasons and Shangri-La branded hotels in Mauritius. CARE Ratings (Africa) Private Ltd has rated the Notes “CARE MAU A+” (upgraded from “BBB+” w.e.f. December 2022).

Security package: The bond issued to CMSP2 by (i) C&B is secured by way of a fixed and floating charge on all its assets;
 (ii) COVIFRA is secured by a pari passu first rank fixed and floating charge on all its assets and (iii) RIVEO (Four Seasons) is secured by way of a first rank fixed charge on land and building of the issuer and floating charge on all its assets.

Credit enhancement: In addition to the above security package, an amount of EUR 1,198,200 has been pledged by the Issuer as a Credit Enhancement Amount which shall be used pro-rata in favour of Noteholders to cover any shortfall (up to a maximum amount of EUR 1,198,200) between the Nominal Amount of the Notes and the recovery amount arising out of a default / Credit Event.

Attractive interest rate: The Notes provide an attractive interest rate for the interest period as compared to other options of similar tenor.

Issuer provided liquidity: Even if this investment product has a long-term maturity, investors have a put option (i.e. they can compel CMSP2 to buy back the Notes issued to them) at every Interest Reset Date (next reset date being at latest 13 April 2026) at the nominal value of EUR 1,000 per Note even if there are no buyers on the market.

Market provided liquidity: The Notes are listed on the Stock Exchange of Mauritius (“SEM”) and can be traded between any Interest Reset periods. Please note, however, that this is subject to availability of buyers/sellers on the market.

Quarterly interests: Interests are payable quarterly.

Transparency: CMSP2 provides complete transparency with respect to its portfolio and any proposed changes to the portfolio are made on Interest Reset Dates only, allowing investors to exercise their put options prior to the effective date of the changes.

SECTION C: KEY RISKS AND CONSIDERATIONS

Credit/default risk: Investors in the Notes will bear the credit/default risk of the underlying corporate bonds in which CMSP2 has invested. The portfolio of CMSP2 consists of bonds issued by C&B (23%), COVIFRA (68%) and RIVEO (9%). By investing in the Notes, investors should be aware that they may not get back 100% of their capital if the bond issuers default on their capital repayments.

Concentration risk: The portfolio consists of three bonds issued by three issuers and exposed to the hospitality sector only and may not offer sufficient diversification benefits.

Lower nominal value in case of default: If there is a default on the underlying bonds in the portfolio, the Issuer will proceed to transfer the defaulting bond to a new investment vehicle or distribute the defaulting bond to investors. The nominal value of the Notes will be adjusted downwards accordingly. Any amounts to be received from the new investment vehicle will depend on the recovery amount, if any, that is received after the recovery process.

Suspension of put option: In case of a Credit Event (for e.g. when there is a default on any of the bonds in the portfolio), the quarterly put option may be suspended temporarily until the defaulting bond is transferred from the portfolio to a new vehicle or to the noteholders.

Quarterly interest reset: The interest rate is usually reviewed every quarter and the new rate is notified to Noteholders through the Circular Notice at least 12 business days prior to effective date of the new rate. Noteholders will have the opportunity to exercise their put option before the effective date of the new rate.

E-mail communications only and 3-business day deadline: All communications from the issuer (including the Circular Notice) are done by e-mail only. Once a Circular Notice is issued, Noteholders will have 3 business days to signify their intention to exercise their put.

Recommended holding period: Minimum of 3 months

Transaction costs:

- At entry: 0.10% (discounted fees of 0.03% for MCB Securities Accounts)
- At exit: 0.10% (discounted fees of 0.03% for MCB Securities Accounts)

Put conditions: Noteholders willing to exercise their put options have to reply by e-mail within 3 business days of the Circular Notice date and quote the appropriate wordings provided in the Circular Notice. Redemption proceeds are paid on the Interest Reset Date.