

# Key Information Document

## Purpose

This document provides you with key information about this product. It is not marketing material. The information is required by the Packaged Retail and Insurance-Based Investment Products Regulation ("PRIIPs") to help you understand the key features, risks, costs and potential gains and losses of this product and to help you compare it with other products covered by PRIIPs.

## Product

Product name	Autocallable Bonus Note Linked to Preference Shares
Product identifier	ISIN: GB00BW6SD801
PRIP manufacturer	Morgan Stanley & Co. International plc ( <a href="http://sp.morganstanley.com/">http://sp.morganstanley.com/</a> )
Telephone number	+44-20-7425-8000
Date and time of production	26 March 2021 09:10 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** English law governed notes

**Objectives** The product is designed to provide a return in the form of (1) conditional interest payments and (2) a cash payment on termination of the product. The timing and amount of the payment in the form of (2) a cash payment on termination of the product will depend on the change in value of the **preference shares**, which will in turn depend upon the performance of the **underlying**. The product has a fixed term and will terminate on the **maturity date**, unless terminated early. The payment at maturity will not exceed GBP 1,400.00. If, at maturity, the **final reference level** of the **underlying** has fallen below 70.00% of the **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** is at or above the **autocall barrier level**. On any such early termination, you will on the immediately following **autocall payment date** receive, in addition to any final interest payment, a cash payment equal to the applicable **autocall payment**. No interest payments will be made on any date after such **autocall payment date**. The relevant dates and **autocall payments** are shown in the table(s) below.

<i>Autocall observation dates</i>	<i>Autocall payment dates</i>	<i>Autocall payments</i>
21 May 2024	29 May 2024	GBP 1,120.00
21 August 2024	29 August 2024	GBP 1,130.00
21 November 2024	28 November 2024	GBP 1,140.00
21 February 2025	28 February 2025	GBP 1,150.00
21 May 2025	29 May 2025	GBP 1,160.00
21 August 2025	29 August 2025	GBP 1,170.00
21 November 2025	28 November 2025	GBP 1,180.00
23 February 2026	2 March 2026	GBP 1,190.00
21 May 2026	29 May 2026	GBP 1,200.00
21 August 2026	28 August 2026	GBP 1,210.00
23 November 2026	30 November 2026	GBP 1,220.00
22 February 2027	1 March 2027	GBP 1,230.00
21 May 2027	28 May 2027	GBP 1,240.00
23 August 2027	31 August 2027	GBP 1,250.00
22 November 2027	29 November 2027	GBP 1,260.00
21 February 2028	28 February 2028	GBP 1,270.00
22 May 2028	30 May 2028	GBP 1,280.00
21 August 2028	29 August 2028	GBP 1,290.00
21 November 2028	28 November 2028	GBP 1,300.00
21 February 2029	28 February 2029	GBP 1,310.00
21 May 2029	29 May 2029	GBP 1,320.00
21 August 2029	29 August 2029	GBP 1,330.00
21 November 2029	28 November 2029	GBP 1,340.00
21 February 2030	28 February 2030	GBP 1,350.00
21 May 2030	29 May 2030	GBP 1,360.00
21 August 2030	29 August 2030	GBP 1,370.00
21 November 2030	28 November 2030	GBP 1,380.00
21 February 2031	28 February 2031	GBP 1,390.00

**Interest:** If the product has not terminated early, on each **interest payment date** you will receive an interest payment of GBP 7.50 if the **reference level** is at or above the **interest barrier level** on the immediately preceding **interest observation date**. If this condition is not met, you will receive no interest payment on such **interest payment date**.

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

- if the **final reference level** is at or above 105.00% of the **initial reference level**, a cash payment equal to GBP 1,400.00;
- if the **final reference level** is at or above 70.00% of the **initial reference level** and below 105.00% of the **initial reference level**, a cash payment equal to GBP 1,000.00; or
- if the **final reference level** is below 70.00% of the **initial reference level**, a cash payment directly linked to the performance of the **underlying**. The cash payment will equal (i) the **product notional amount** multiplied by (ii) (A) the **final reference level** divided by (B) the **initial reference level**.

**Investors should note that the applicable autocall payment described above is based on the expected value of the preference shares.** Therefore any **autocall payment** you may receive on the product depends directly on the value of the **preference shares**. As such your return is only indirectly dependent on the **underlying**. 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, as applicable, early. These events are specified in the product terms and principally relate to the product and the product issuer. The **preference shares** in turn contain provisions allowing the **preference shares** to be adjusted or terminated early in the case of certain exceptional events, in particular relating to the

**underlying.** Any such adjustments or early termination are likely to affect the amount and timing of return you receive under the product, meaning the return (if any) that 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. When purchasing this product during its lifetime, the purchase price may include accrued interest on a pro rata basis.

<b>Preference share issuer</b>	Sienna Finance UK Limited	<b>Reference level</b>	The closing level of the <b>underlying</b> as per the <b>reference source</b>
<b>Underlying</b>	FTSE Custom 100 Synthetic 3.5% Fixed Dividend Index (Bloomberg: SUKX35FD Index)	<b>Reference source</b>	FTSE
<b>Asset class</b>	Equity	<b>Final reference level</b>	The <b>reference level</b> on the <b>final valuation date</b>
<b>Product notional amount</b>	GBP 1,000.00	<b>Initial valuation date</b>	21 May 2021
<b>Issue price</b>	100.00% of the <b>product notional amount</b>	<b>Final valuation date</b>	21 May 2031
<b>Product currency</b>	Pound Sterling (GBP)	<b>Maturity date / term</b>	29 May 2031
<b>Underlying currency</b>	GBP	<b>Autocall barrier level</b>	105.00% of the <b>initial reference level</b>
<b>Subscription period</b>	6 April 2021 (inclusive) to 14 May 2021 (inclusive)	<b>Interest observation dates</b>	The 21st calendar day of each February, May, August and November from August 2021 (inclusive) to the <b>final valuation date</b> (inclusive)
<b>Issue date</b>	7 June 2021	<b>Interest barrier level</b>	70.00% of the <b>initial reference level</b>
<b>Initial reference level</b>	The <b>reference level</b> on the <b>initial valuation date</b>	<b>Interest payment dates</b>	The last day of each February, May, August and November from August 2021 (inclusive) to the <b>maturity date</b> (inclusive)

**Intended retail investor** The product is intended to be offered to retail investors who fulfil all of the criteria below:

1. they have the ability to make an informed investment decision through sufficient knowledge and understanding of the product and its specific risks and rewards, either independently or through professional advice, and they may have experience of investing in and/or holding a number of similar products providing a similar market exposure;
2. they seek income and/or capital growth, expect the movement in the underlying to perform in a way that generates a favourable return, have an investment horizon of the recommended holding period specified below and understand that the product may terminate early;
3. they accept the risk that the issuer could fail to pay or perform its obligations under the product and they are able to bear a total loss of their investment; and
4. they are willing to accept a level of risk to achieve potential returns that is consistent with the summary risk indicator shown below.

The product is not intended to be offered to retail clients who do not fulfil these criteria.

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

**Risk indicator**



Lower risk

Higher risk



The risk indicator assumes you keep the product for 10 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 sell your product easily or may have to sell at a price that significantly impacts on how much you get back.

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 4 out of 7, which is a medium risk class. This rates the potential losses from future performance at a medium level, and poor market conditions are very unlikely to impact our capacity to pay you.

**To the extent the currency of the country in which you purchase this product or your account currency differs from the product currency, please be aware of currency risk. You will receive payments in a different currency so the final return you will get depends on the exchange rate between the two currencies. 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. For detailed information about all risks relating to the product please refer to the risk sections of the prospectus and any supplements thereto as specified in the section "7. Other relevant information" below.

**Performance scenarios**

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

<i>Investment: GBP 10,000</i>				
Scenarios		1 year	5 years	10 years (Recommended holding period)
<b>Stress scenario</b>	<b>What you might get back after costs</b>	GBP 7,069.23	GBP 4,776.49	GBP 3,512.87
	Average return each year	-29.31%	-13.74%	-9.95%
<b>Unfavourable scenario</b>	<b>What you might get back after costs</b>	GBP 9,827.47	GBP 7,829.05	GBP 6,077.96
	Average return each year	-1.73%	-4.78%	-4.87%
<b>Moderate scenario</b>	<b>What you might get back after costs</b>	GBP 11,290.39	GBP 12,163.25	GBP 12,100.00
	Average return each year	12.90%	3.99%	1.93%
<b>Favourable scenario</b>	<b>What you might get back after costs</b>	GBP 11,860.77	GBP 12,576.65	GBP 13,925.00
	Average return each year	18.61%	4.69%	3.37%

This table shows the money you could get back over the next 10 years as well as the annualized return calculated on a compounded basis 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. In addition, you should note that the results shown for the intermediate holding periods do not reflect estimates of the product's future value. You should therefore not base your investment decision on the results shown for these interim holding periods.

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 Morgan Stanley & Co. International plc 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. They include potential early exit penalties. 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 5 years</i>	<i>If you cash in at the end of the recommended holding period</i>
<b>Total costs</b>	GBP 628.04	GBP 619.99	GBP 616.76
<b>Impact on return (RIY) per year</b>	6.28044%	1.03919%	0.50914%

The costs shown in the table above represent how much the expected costs of the product would affect your return, assuming the product performs in line with the moderate performance scenario.

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.**

<b>One-off costs</b>	<i>Entry costs</i>	0.50914%	The impact of the costs already included in the price.
	<i>Exit costs</i>	0.00%	The impact of the costs of exiting your investment when it matures.
<b>Ongoing costs</b>	<i>Other ongoing costs</i>	0.00%	The impact of the costs that we take each year for managing your investments.

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: 4.85% and exit costs: 0.00%.

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

#### Recommended holding period: 10 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 29 May 2031 (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 exchange traded) 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.

<b>Exchange listing</b>	Luxembourg Stock Exchange (Main Segment)	<b>Price quotation</b>	Percentage
<b>Smallest tradable unit</b>	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: Morgan Stanley & Co. International plc, 25 Cabot Square, London E14 4QA, United Kingdom, by email to: [rspcomplaints@morganstanley.com](mailto:rspcomplaints@morganstanley.com). Please see also <http://sp.morganstanley.com/>. Complaints should include the name of the product, ISIN and reason for the complaint.

### 7. Other relevant information

The information contained in this Key Information Document does not constitute a recommendation to buy or sell the product and is no substitute for individual consultation with your bank or advisor.

The product is not in any way sponsored, sold or promoted by any relevant stock market, relevant index, related exchange or index sponsor. Further information in respect of the index is available from the index administrator.

The offering of this product has not been registered under the U.S. Securities Act of 1933. This product may not be offered or sold, directly or indirectly, in the United States of America or to U.S. persons. The term "U.S. person" is defined in Regulation S under the U.S. Securities Act of 1933, as amended.

Any additional documentation in relation to the product, in particular, the issuance programme documentation, any supplements thereto and the product terms are published on <http://sp.morganstanley.com/>, all in accordance with relevant legal requirements. These documents are also available free of charge from Morgan Stanley & Co. International plc, 25 Cabot Square, London E14 4QA, United Kingdom.