Issue of Euro equivalent of
€20,000,000 in 5% Subordinated Unsecured Bonds due 2027
issued in Euro (EUR Bonds) and Pounds Sterling (GBP Bonds)

by
Mediterranean Bank plc

(registered as a public limited liability company in the Republic of Malta)

Summary Note dated 25 September 2017

This Summary Note is issued in accordance with the provisions of Chapter 4 of the Listing Rules issued by the Listing Authority and in accordance with the provisions of Commission Regulation (EC) No. 809/2004 of 29 April 2004 implementing Directive 2003/71/EC of the European Parliament and of the Council as regards information contained in prospectuses as well as the format, incorporation by reference and publication of such prospectuses and dissemination of advertisements, as amended by Commission Delegated Regulation (EU) No. 486/2012 of 30 March 2012, Commission Delegated Regulation (EU) No. 862/2012 of 4 June 2012, Commission Delegated Regulation (EU) No. 759/2013 of 30 April 2013, Commission Delegated Regulation (EU) No. 382/2014 of 7 March 2014 and Commission Delegated Regulation (EU) No. 2016/301 of 30 November 2015. Application has been made for the admission to listing and trading of the Bonds on the Malta Stock Exchange EUR Bonds - ISIN MT0000551284; GBP Bonds - ISIN MT0000551292. This Summary Note should be read in conjunction with the Registration Document containing information about the Issuer and Securities Note containing information about the Bonds.

Legal Counsel	Sponsor	Manager & Registrar
Camilleri Preziosi Advocates	Jesmond Mizzi Financial Advisors	Malta Stock Exchange plc

THE LISTING AUTHORITY HAS AUTHORISED THE ADMISSIBILITY OF THESE SECURITIES AS A LISTED FINANCIAL INSTRUMENT. THIS MEANS THAT THE SAID INSTRUMENTS ARE IN COMPLIANCE WITH THE REQUIREMENTS AND CONDITIONS SET OUT IN THE LISTING RULES. IN PROVIDING THIS AUTHORISATION, THE LISTING AUTHORITY DOES NOT GIVE ANY CERTIFICATION REGARDING THE POTENTIAL RISKS IN INVESTING IN THE SAID INSTRUMENT AND SUCH AUTHORISATION SHOULD NOT BE DEEMED OR BE CONSTRUED AS A REPRESENTATION OR WARRANTY AS TO THE SAFETY OF INVESTING IN SUCH INSTRUMENT.

THE LISTING AUTHORITY ACCEPTS NO RESPONSIBILITY FOR THE CONTENTS OF THE PROSPECTUS, MAKES NO REPRESENTATIONS AS TO ITS ACCURACY OR COMPLETENESS AND EXPRESSLY DISCLAIMS ANY LIABILITY WHATSOEVER FOR ANY LOSS HOWEVER ARISING FROM OR IN RELIANCE UPON THE WHOLE OR ANY PART OF THE CONTENTS OF THE PROSPECTUS INCLUDING ANY LOSSES INCURRED BY INVESTING IN THESE SECURITIES.

A PROSPECTIVE INVESTOR SHOULD ALWAYS SEEK INDEPENDENT FINANCIAL ADVICE BEFORE DECIDING TO INVEST IN ANY LISTED FINANCIAL INSTRUMENTS. A PROSPECTIVE INVESTOR SHOULD BE AWARE OF THE POTENTIAL RISKS IN INVESTING IN THE SECURITIES OF AN ISSUER AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER CAREFUL CONSIDERATION AND CONSULTATION WITH HIS OR HER OWN INDEPENDENT FINANCIAL ADVISER.

THESE SECURITIES ARE COMPLEX FINANCIAL INSTRUMENTS AND MAY NOT BE SUITABLE FOR ALL TYPES OF INVESTORS. A POTENTIAL INVESTOR SHOULD NOT INVEST IN THE SECURITIES UNLESS: (I) HE/SHE HAS THE NECESSARY KNOWLEDGE AND EXPERIENCE TO UNDERSTAND THE RISKS RELATING TO THIS TYPE OF FINANCIAL INSTRUMENT; (II) THE SECURITIES MEET THE INVESTMENT OBJECTIVES OF THE POTENTIAL INVESTOR; AND (III) SUCH PROSPECTIVE INVESTOR IS ABLE TO BEAR THE INVESTMENT AND FINANCIAL RISKS WHICH RESULT FROM INVESTMENT IN THESE SECURITIES.

APPROVED BY THE DIRECTORS

Mark A. Watson **Director**	**Joaquin Vicent** **Director**

In their own name and on behalf of

Michael A. Bussey, Benjamin Hollowood, Michael Walker, Dominic S. Wallace and John Zarb

This Summary Note is prepared in accordance with the requirements of the Regulation.

Summaries are made up of disclosure requirements known as 'Elements'. These elements are numbered in Sections A – E (A.1– E.7). This summary contains all the Elements required to be included in a summary for this type of securities and Issuer. Because some Elements are not required to be addressed, there may be gaps in the numbering sequence of the Elements. Even though an Element may be required to be inserted in the summary because of the type of securities and Issuer, it is possible that no relevant information can be given regarding the Element. In this case a short description of the Element is included in the summary with the mention of 'not applicable'.

Except where the context otherwise requires, the capitalised words and expressions used in this Summary Note shall bear the meanings assigned to them in the Registration Document and the Securities Note, as the case may be.

SECTION A INTRODUCTION AND WARNINGS

A.1 Prospective investors are hereby warned that:

i. This summary is being provided to convey the essential characteristics and risks associated with the Issuer and the securities being offered pursuant to this document. This part is merely a summary and therefore should only be read as an introduction to the Prospectus. It is not and does not purport to be exhaustive and investors are warned that they should not rely on the information contained in this summary in making a decision as to whether to invest in the securities described in this document. Any decision to invest in the securities should be based on consideration of the Prospectus as a whole by the investor;

ii. Where a claim relating to the information contained in the Prospectus is brought before a court, the plaintiff investor might, under the national legislation of Malta, have to bear the costs of translating the Prospectus before the legal proceedings are initiated; and

iii. Civil liability attaches only to those persons who have tabled the summary including any translation thereof, and who applied for its notification, but only if the summary, when read together with the other parts of the Prospectus: is misleading, inaccurate or inconsistent; or does not provide key information in order to aid investors when considering whether to invest in such securities.

A.2 **Consent required in connection with the use of the Prospectus by the Authorised Financial Intermediaries;** prospective investors are hereby informed that:

i. for the purposes of any subscription for Bonds through any of the Authorised Financial Intermediaries and any subsequent resale, placement or other offering of Bonds by such Authorised Financial Intermediaries in circumstances where there is no exemption from the requirement to publish a prospectus under the Prospectus Directive, the Issuer consents to the use of the Prospectus (and accepts responsibility for the information contained therein) with respect to any such subsequent resale or placement or other offering of Bonds, provided this is limited only:

   a. in respect of Bonds subscribed for by Authorised Financial Intermediaries listed in Annex II of the Securities Note, either for their own account or for the account of underlying customers;

   b. to any resale or placement of Bonds subscribed for as aforesaid, taking place in Malta;

   c. to any resale or placement of Bonds subscribed for as aforesaid, taking place within the period of sixty (60) days from the date of the Prospectus.

ii. in the event of a resale, placement or other offering of Bonds by an Authorised Financial Intermediary, the Authorised Financial Intermediary shall be responsible to provide information to investors on the terms and conditions of the resale, placement or other offering at the time such is made.

SECTION B ISSUER

B.1 The legal and commercial name of the Issuer is Mediterranean Bank plc.

B.2 The Issuer was registered in Malta in terms of the Act on 11 June 2004, as a public limited liability company. The Issuer is domiciled in Malta.

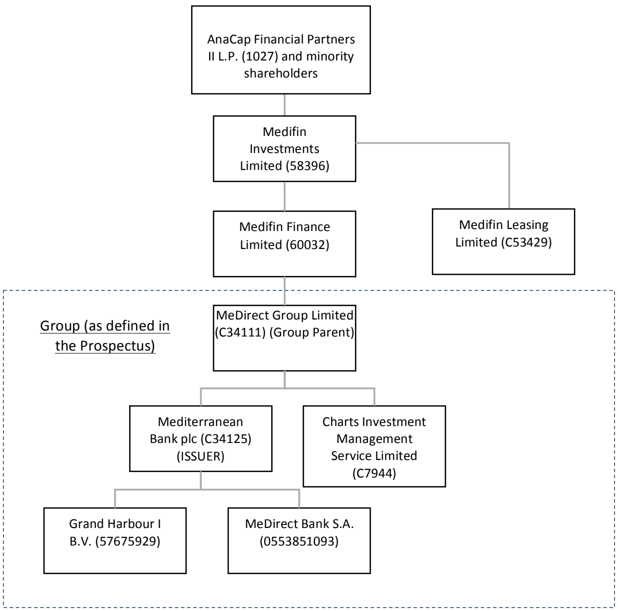
B.4b The global economy has been relatively strong in 2017 despite significant levels of political uncertainty. Numerous high profile elections have taken place such as the United States, France, Italy and the Netherlands. In addition, the United Kingdom's decision in June 2016 to leave the European Union has provided an undercurrent of uncertainty to European economics. Encouragingly however, European Purchasing Marketing Indexes are at post-sovereign debt crisis highs, unemployment continues to trend lower and consumer confidence levels are back to levels last seen prior to 2008.

The continued impact of accommodative monetary and interest rate policies has had a demonstrable impact on the financial markets. Quantitative easing has resulted in excess banking reserves exceeding c. €1,600 billion and with the programme expected to continue to the conclusion of 2017, excess reserves will grow to beyond €2,000 billion. The negative interest rate environment that has enveloped Europe has put significant downward pressure on interbank borrowing rates and ultimately, deposit rates. The ultimate objective of such policies, which have been interspersed with other liquidity mechanisms such as Targeted Longer Term Refinancing Operations ("**TLTROs**"), has been to promote growth in lending to the wider economy. Over the course of the past year, many banking institutions have worked to clean up their balance sheets, disposing of Non-Performing Loans and streamlining their operations. This, combined with the establishment of a robust bank resolution framework and improving economic conditions, has been supportive of loan growth.

In respect of Malta, economic activity was robust in 2016 as real GDP grew by 5.1% in comparison to 1.7% for the Euro Area. This growth was supported by strong exports and labour market conditions. The Maltese banking system continues to operate with strong levels of capital adequacy; MeDirect Group's CET1 ratio for the financial year ending 31 March 2017 was 11.7%. Belgian GDP growth in 2016 was slightly lower than the Euro Area at 1.2%. In spite of this, key underlying economic indicators remain robust and Belgian banks are amongst the best capitalised in Europe with an average CET1 ratio of c. 15%. MeDirect Bank's CET1 ratio for the financial year ending 31 March 2017 was 18.9%.

The trends described above have been supportive of the Issuer's business. The general improvement in economic conditions coupled with ongoing accommodative monetary policy has supported both the asset and liability side of the Issuer's balance sheet. In addition, these developments have increased the number of wealth management customers and the size of the aggregate assets under custody of the Issuer and MeDirect Bank S.A. Though the economic environment is not anticipated to change materially in the remaining months of 2017, the Issuer is confident that it possesses an adequately dynamic business model to respond to any prospective shift in trends.

B.5 The organisational structure of the Group is illustrated in the diagram below.



The organisational structure set out above does not include Medifin Estates, a subsidiary of the Issuer which, as at the date of this Prospectus, does not constitute a material part of the Issuer's business. Medifin Estates is a partnership *en nom collectif* registered under the laws of Malta with partnership number P 1408, set up for the purpose of acquiring by way of lease, emphyteusis or other title immovable property for the purpose of investment, commercial speculation, development or sublease. It is a 97% owned subsidiary of the Issuer and it is included in the Issuer's consolidated financial statements.

B.9 Not Applicable: no profit forecasts or estimates have been included in the Registration Document.

B.10 Not Applicable: the audit reports on the audited financial statements for the years ended 31 March 2015 to 2017 do not contain any material qualifications.

B.12 The historical financial information for the financial year ended 31 March 2015 and the financial years ended 31 March 2016 and 2017 are set out in the consolidated financial statements of the Issuer as audited by KPMG and PricewaterhouseCoopers, respectively. Copies of the aforementioned financial statements are available from the Issuer's registered office and website at http://www.medbank.com.mt/. There have been no material adverse changes in the prospects of the Issuer since the date of its last published audited financial statements.

The following are extracts from the consolidated audited financial statements of the Issuer for the financial years ended 31 March 2015, 2016 and 2017.

There have been no significant changes in the financial or trading position of the Issuer or the Group which has occured since 31 March 2017.

STATEMENTS OF COMPREHENSIVE INCOME	**Mediterranean Bank PLC Group**				
	Year ended 31 March 2017 €'000	**Period from 1 April to 30 September 2016 €'000**	**Year ended 31 March 2016 €'000**	**Period from 1 April to 30 September 2015 €'000**	**Year ended 31 March 2015 €'000**
Interest income	**89,863**	**44,857**	**77,240**	40,731	73,979
Interest expense	**(32,299)**	**(16,437)**	**(36,408)**	(18,495)	(40,492)
Net interest income	**57,564**	**28,420**	**40,832**	22,236	33,487
Fee and commission income	**4,393**	**2,109**	**3,119**	1,289	2,240
Fee and commission expense	**(1,652)**	**(747)**	**(1,777)**	(713)	(1,218)
Net fee and commission income	**2,741**	**1,362**	**1,342**	576	1,022
Net trading income	**2,178**	**991**	**2,224**	1,060	(1,778)
Net income from financial instruments at fair value through profit or loss	**-**	**-**	**1,108**	1,117	(1,623)
Gain on the initial accounting on acquisition of a subsidiary		**-**	**-**	-	22,414
Other operating income	**4,408**	**1,582**	**15,640**	11,674	21,593
Total operating income	**66,891**	**32,355**	**61,146**	36,663	75,115
Personnel expenses	**(17,426)**	**(8,785)**	**(17,228)**	(8,850)	(15,767)
Depreciation and amortisation	**(551)**	**(129)**	**(608)**	(316)	(914)
Administrative and other expenses	**(24,783)**	**(11,339)**	**(26,186)**	(11,896)	(19,716)
Operating expenses	**(42,760)**	**(20,253)**	**(44,022)**	(21,062)	(36,397)
Net operating income before impairment	**24,131**	**12,102**	**17,124**	15,601	38,718
Net impairment	**(5,607)**	**(2,802)**	**(3,747)**	773	(4,265)
Profit before income tax	**18,524**	**9,300**	**13,377**	16,374	34,453
Income tax expense	**(3,373)**	**(2,870)**	**(2,061)**	(4,081)	(4,414)
Profit for the period/year	**15,151**	**6,430**	**11,316**	12,293	30,039

STATEMENTS OF FINANCIAL POSITION

	Mediterranean Bank plc		
	Group		Bank*
	As at 31 March 2016 €000	As at 31 March 2015 €000	As at 31 March 2014 €000
Assets			
Balances with Central Banks, treasury bills and cash	33,280	14,384	18,091
Derivative assets held for risk management	3,964	3,197	404
Derivative assets held for trading	-	-	404
Loans and advances to financial institutions	59,558	167,775	87,714
Loans and advances to customers	1,238,966	1,047,194	621,747
Investments	872,497	1,503,462	1,427,337
Investment in subsidiaries	-	-	1
Property and equipment	923	1,452	1,908
Intangible assets	27	63	128
Deferred tax asset	15,000	4,189	3,764
Current tax asset	5,633	-	-
Prepayments and accrued income	17,720	21,305	23,262
Other assets	26,733	20,542	18,888
Total assets	2,274,301	2,783,563	2,203,648
Equity			
Share capital	117,450	117,450	98,050
Share premium	13,464	13,464	13,464
Shareholders’ contribution	60,803	2,103	9,750
Reserve for general banking risks	1,194	1,029	91
Fair value reserve	(7,580)	6,022	(5,691)
Retained earnings	18,348	29,197	19,496
Total equity	203,679	169,265	135,160
Liabilities			
Derivative liabilities held for risk management	7,337	5,200	2,973
Amounts owed to financial institutions	541,925	1,166,091	1,008,976
Amounts owed to customers	1,447,355	1,205,586	776,715
Debt securities in issue	-	157,137	230,127
Subordinated liabilities	47,380	47,777	22,385
Current tax liabilities	69	4,110	10,794
Deferred tax liabilities	-	1,901	-
Accruals and deferred income	23,321	24,600	15,409
Other liabilities	3,235	1,896	1,109
Total liabilities	2,070,622	2,614,298	2,068,488
Total equity and liabilities	2,274,301	2,783,563	2,203,648

* As at 31 March 2014. Mediterranean Bank plc did not have any material subsidiaries since MeDirect Bank SA was licensed as a Belgian credit institution and Mediterranean Corporate Bank Limited was acquired in 2015.

B.13 Not Applicable: the Issuer is not aware of any recent events which are to a material extent relevant to the evaluation of its solvency.

B.14 In July 2014 a corporate restructuring of the Group took place pursuant to which Medifin Investments Limited acquired 99.9% of the shareholding in the parent company of the Group, MeDirect Group Limited (at the time Medifin Holding Limited), with its previous shareholders receiving shares in Medifin Investments Limited. As a result of the restructuring process, Medifin Investments Limited became the direct parent of MeDirect Group Limited, which in turn is the parent company of the Issuer. In August 2015 Medifin Finance Limited acquired from Medifin Investments Limited the entire shareholding in MeDirect Group Limited in exchange for the issue, by Medifin Finance Limited to Medifin Investments Limited, of an equal amount in nominal value of ordinary shares in the capital of the Issuer. The majority of the issued share capital of Medifin Investments Limited is subscribed to by AnaCap, a specialist private equity firm focused on making investments in the financial services sector across Europe, and in terms of the voting rights attached to the shares held by AnaCap in Medfin Investments Limited indirect control of the Issuer is vested in Anacap.

The remaining component of Element B.14 is Not Applicable, given that the Issuer is not dependent upon any other entities within the Group.

B.15 As at the date of the Prospectus, the principal objectives of the Issuer are to carry on the business of banking from within Malta and to undertake, carry on and execute all kinds of banking operations with persons, companies or entities as may be allowed by the competent authorities, to engage in international financial business, to engage in investment banking business and to provide investment services in terms of the Investment Services Act (Cap. 370 of the laws of Malta).

The principal customer-related activities of the Issuer in Malta comprise, *inter alia*: the provision of senior secured loans to foreign companies and the acquisition of senior secured bonds from foreign companies; the receipt and acceptance of customers' monies for deposit in savings and fixed term deposit accounts, denominated in Euro and other major currencies; the provision of term savings and wealth management products; trading for account of customers in foreign exchange; the provision of money transmission services; and the provision of safe custody services with a wide range of custom-tailored solutions as well as administration and safekeeping of securities. Through its recent acquisition of Mediterranean Corporate Bank Limited (previously Volksbank Malta), the Issuer intends to develop the corporate banking platform of the Group in Malta and to broaden and deepen its relationships with corporate customers in the Maltese market.

The main markets in which the Issuer operates and competes are the Maltese and the Belgian markets. The banking, investment and wealth management services of the Issuer are provided to an array of Maltese and international individuals and corporate clients. Using the infrastructure created by the Issuer in Malta and supported by the Issuer's Maltese processing capability, the Issuer has launched in Belgium an investment services and wealth management offering directed toward the mass affluent audience, the principal customer related activities of which comprise the receipt and acceptance of customers' monies for deposit in savings and fixed term deposit accounts, denominated in Euro and other major currencies; and the provision of: online discretionary wealth management, model portfolios comprising mutual funds selected in cooperation with the investment research and investment management firm, Morningstar Inc; e-brokerage services for the purchase and sale of mutual funds, equities, bonds and exchange traded funds; and online tools and information to support and guide clients in their investment decisions. The Issuer is currently considering a number of organic and inorganic opportunities to broaden and diversify its investment activities to encompass new asset classes which may include speciality mortgages, amongst others. As at the date of this Prospectus, the Issuer is actively investigating and pursuing such specific opportunities in several markets in the European Union; however, as at the date of this Prospectus there is no certainty that any specific opportunity the Issuer is looking at or considering will materialise.

B.16 As at the date of the Prospectus, MeDirect Group Limited holds all of the issued share capital of the Issuer save for one share held by FJV Management Limited. Medifin Finance Limited holds all of the issued share capital of MeDirect Group Limited save for one share held by Mark Watson Holdings Limited. Medifin Investments Limited holds the entire issued share capital of Medifin Finance Limited. Anacap holds a majority of the issued share capital in Medifin Investments Limited and accordingly indirect control of the Issuer is vested in AnaCap. As at the date of the Prospectus the Issuer is not aware of any existing arrangements between the Issuer and any potential acquirer which may result in a change of control. As a private equity investor, AnaCap regularly undertakes strategic reviews of its investments, including its investment in Medifin Investments Limited, in order to assess its future options, and receives, from time to time, approaches and/or expressions of interest from third parties that are interested in investing in, or acquiring, Medifin Investments Limited and/or the Issuer. It is therefore possible that during the term of the Bonds, one or more of these approaches and/or expressions of interest could ultimately lead to a change in control of Medifin Investments Limited and/or the Issuer. At present, however, the Issuer is not aware of any existing arrangements between the Issuer and any potential acquirer which may result in a change of control.

B.17 Not Applicable: the Issuer has not sought the credit rating of an independent rating agency, nor there has been any assessment by any independent rating agency of the Bonds issued by the Issuer.

SECTION C SECURITIES

C.1 The Issuer shall issue an aggregate principal amount of the Euro equivalent value of €20,000,000 in EUR Bonds and GBP Bonds having a face value of €100 per EUR Bond or £100 per GBP Bond respectively. The Bonds will be issued in fully registered and dematerialised form and will be represented in uncertificated form by the appropriate entry in the electronic register maintained on behalf of the Issuer at the CSD. On admission to trading the EUR Bonds will have ISIN MT0000551284 and the GBP Bonds will have ISIN MT0000551292. The Bonds shall bear interest at the rate of 5% per annum and shall be repayable in full upon maturity on 13 October 2027 unless previously re-purchased, cancelled or redeemed, provided that the Issuer reserves the right to redeem any one or more of the Bonds or any part thereof on any of the Designated Early Redemption Dates, as the Issuer may determine with the prior approval of the MFSA on giving not less than thirty (30) days' notice to Bondholders.

C.2 The EUR Bonds are denominated in Euro (€) and the GBP Bonds are denominated in Pounds Sterling (£).

C.5 The Bonds are freely transferable and, once admitted to the Official List, shall be transferable only in whole in accordance with the rules and regulations of the MSE applicable from time to time and in accordance with the following requirements: trading in the EUR Bonds and the GBP Bonds shall take place on the MSE in multiples of €1,000 and £1,000 respectively subject to the retention of a minimum holding of €25,000 (or £25,000 as applicable) by each individual holder of EUR Bonds or GBP Bonds, which shall be maintained at all times throughout the holder's investment in the respective type of Bond. If EUR Bonds and GBP Bonds are held by financial intermediaries on behalf of clients under one or more nominee accounts, the minimum holding of €25,000 (or £25,000 as applicable) shall apply to each underlying beneficial owner. With respect to subsequent trading in the Bonds, any licensed financial intermediary effecting a transfer of Bonds in the secondary market shall be required to carry out an Appropriateness Test and, if providing advice, a Suitability Test, in respect of the transferee and be satisfied, based on the results of such test, that an investment in the Bonds may be considered appropriate and/or suitable for such transferee.

C.8 Investors wishing to subscribe to the Bonds will be able to do so by duly executing an Application Form in relation to the Bonds. Execution of the Application Form will entitle such Bondholder to:

(i) the payment of capital;

(ii) the payment of interest;

(iii) ranking with respect to other indebtedness of the Issuer;

(iv) attend, participate in and vote at meetings of Bondholders in accordance with the terms and conditions of the Bonds; and

(v) enjoy all such other rights attached to the Bonds emanating from the Prospectus.

The Bonds constitute the general, direct, unconditional, subordinated and unsecured obligations of the Issuer, and shall at all times rank equally and rateably without any priority or preference among themselves and with other subordinated unsecured debt.

C.9 The Bonds shall bear interest from and including 13 October 2017 at the rate of 5% per annum on the nominal value thereof, payable annually in arrears on each Interest Payment Date, the first Interest Payment Date being 13 October 2018, provided that any Interest Payment Date which falls on a day other than a Business Day will be carried over to the next following day that is a Business Day. The gross yield calculated on the basis of the Interest, the Bond Issue Price and the Redemption Value of the Bonds at Redemption Date is at five per cent (5%). Redemption shall take place on 13 October 2027, provided that the Issuer reserves the right to redeem any one or more of the Bonds or any part thereof on any of the Designated Early Redemption Dates, as the Issuer may determine with the prior approval of the MFSA, on giving not less than thirty (30) days' notice to Bondholders. Without prejudice to the preceding paragraph, in the event that a Regulatory Change Event were to occur, the Issuer shall, at its sole discretion but subject to the prior approval of the MFSA, have the option to redeem the Bonds in full prior to the scheduled Redemption Date or any possible Designated Early Redemption Date. In the event that the MFSA were to grant its approval to such early redemption, the Issuer may, subject to giving not less than thirty (30) nor more than sixty (60) days' notice to Bondholders, redeem the Bonds in whole but not in part on the date specified in such notice (the "**Regulatory Redemption Date**") at a redemption price equal to par plus interest accrued to but excluding the Regulatory Redemption Date.

The remaining component of Element C.9 is Not Applicable, given that no representative of debt security holders has been appointed.

C.10 Not Applicable: there is no derivative component in the interest payments on the Bonds.

C.11 The Listing Authority has authorised the Bonds as admissible to Listing pursuant to the Listing Rules by virtue of a letter dated 25 September 2017. Application has been made to the MSE for the Bonds being issued pursuant to the Prospectus to be listed and traded on the Official List. The Bonds are expected to be admitted to the MSE with effect from 27 October 2017 and trading is expected to commence on 30 October 2017.

SECTION D RISKS

Holding of a Bond involves certain risks. Before deciding to make any investment decision with respect to the Issuer and the Bonds, prospective investors should, with their own independent financial and other professional advisers, make their own independent evaluation of the following risk factors and other investment considerations as well as all the other information contained in the Prospectus before deciding to make an investment in the Bonds. Prospective Investors are warned that by investing in the Bonds they may be exposing themselves to significant risks that may have the consequence of losing a substantial part of all of their investment.

This document contains statements that are, or may be deemed to be, "forward-looking statements", which relate to matters that are not historical facts and which may involve projections of future circumstances. They appear in a number of places throughout the Prospectus and include statements regarding the intentions, beliefs or current expectations of the Issuer and/or its' Directors. These forward looking statements are subject to a number of risks, uncertainties and assumptions and important factors that could cause actual risks to differ materially from the expectations of the Issuer's Directors. No assurance is given that the future results or expectations will be achieved.

Prospective investors are advised to read the Prospectus in its entirety and, in particular, the sections entitled "Risk Factors" in the Registration Document and Securities Note, for an assessment of the factors that could affect the Issuer's future performance.

The risk factors set out below are a summary of the principal risks associated with an investment in the Issuer and the Bonds – there may be other risks which are not mentioned in this summary.

D.2 Key information on the key risks specific to the Issuer:

Exposure to Credit Risk: Risks arising from adverse changes in the credit quality and recoverability of loans, securities and amounts due from counterparties are inherent in the Issuer's business. Unrated and non-investment grade corporate lending activities may be at higher risk of default than investment grade lending because of the relatively higher levels of debt that the issuing counterparty has relative to the amount of equity. The Issuer currently holds no specific impairment provisions in respect of its securities portfolio, based on the view that accounting standards do not currently require or permit specific provisions unless a loss has been deemed to have occurred. As at 31 December 2016, the Issuer held specific impairment provisions equivalent to approximately 0.96% of the carrying value before impairments of its loan portfolio. Adverse changes in the credit quality of the Issuer's assets, either specific to individual obligors or caused by a general deterioration in European or global economic conditions, or by systemic risks in the financial system, could affect the recoverability and value of the Issuer's assets and either lead to write-offs or require provisions for impairment. Write-offs or provisions for impairment could also be dictated by a change in accounting standards or prudential regulatory changes to financial services legislation.

Liquidity Risk: Liquidity risk is the risk that the Issuer will be unable to meet its obligations, including funding commitments, as they become due. The Issuer funds its portfolios largely through deposits and partly through the international wholesale financial markets. The availability of retail and commercial deposits may be impacted by increased competition from other deposit-takers or factors that constrain the volume of liquidity in the market. Further, in the event that funding from such markets were to become less available or more expensive, or in the event that it becomes difficult to sell financial assets close to their fair value, the Issuer may be adversely affected.

Interest Rate Risk: Interest rate risk arises from the mismatch between interest rate sensitive assets and liabilities. As is common to all banks, the Issuer runs a mismatch between its liabilities and assets. Fluctuations in interest rates are influenced by factors outside the Issuer's control and can affect the interest rate margin realised between lending and deposit and other borrowing costs, thereby affecting the Issuer's results and profitability.

Foreign Exchange Risk: Foreign exchange risk arises on monetary assets and liabilities not denominated in the base currency of a company. Currently the Issuer is not exposed to any material foreign exchange risk as a result of its hedging activities. However, in the future, the Issuer may decide to reduce the level of its hedging activities, in which case, subject to maintaining the necessary controls and limitations, the Issuer may be exposed to fluctuations in foreign currency exchange rates.

Concentration Risk: The investments made by the Issuer are primarily denominated in Euro and the obligors of most of such investments are issued by EU entities. In addition, the deposit base of the Issuer primarily consists of customers located in Malta and other European Union countries. As a result of the composition of the Issuer's investment portfolio and deposit base, any broadly negative economic trends affecting the European Union may have an adverse effect on the Issuer. In addition, the majority of the Issuer's securities portfolio consists of covered bonds which are secured on residential mortgages, primarily located in European Union countries. Accordingly, negative developments in European property markets may also have an adverse effect on the Issuer.

Operational Risk: The Issuer is exposed to the risk that policies, procedures and systems being implemented from time to time will not perform to the level expected and may have a negative impact on the financial performance of the Issuer. The same risk applies to online banking and investment services provided to customers, as well as systems to support such services, e-brokerage systems, websites and other wealth management tools and functions. Any losses arising from the failure of the Issuer's system of internal controls could have a material adverse effect on its business, financial condition, results of operations and prospects, and could materially adversely affect its reputation.

Risks relating to Information Technology: The Issuer depends on its information technology systems to process a large number of transactions on an accurate and timely basis, and to store and process substantially all of the Issuer's business and operating data. The proper functioning of the Issuer's financial control, risk management, credit analysis and reporting, accounting, customer service and other information technology systems, as well as the communication networks between its branches and main data processing centres, are critical to the Issuer's business and ability to compete effectively. The Issuer's business activities would be materially disrupted if there were a partial or complete failure of any of these information technology systems or communications networks. Any failure or delay in recording or processing the Issuer's transaction data could subject it to claims for losses and regulatory fines and penalties.

Reputational Risk: The Issuer's business prospects could be adversely affected to the extent it fails to address, or appears to fail to address, various issues that could give rise to reputational risk. Such failure could result in customers, depositors or investors becoming unwilling to do business with the Issuer, thereby potentially adversely affecting its business, financial condition, results of operations and/or prospects and/or damaging its relationships with its regulators.

Expansion: In 2013 the Issuer was approved to establish its first international branch, in Belgium. As part of the establishment of the branch, the Issuer devoted significant time and resources to the build out of systems, infrastructure and organisational structure for the branch. On 1 June 2015, the Issuer completed the process of converting its Belgian branch into a subsidiary having its own separate legal personality and a Belgian banking licence. The Issuer may from time to time consider opportunities to expand its operations further in Belgium, Malta or in other European Union jurisdictions, to invest in new asset classes which may include speciality mortgages, amongst others, or to offer new services to its customers. If it were to decide to pursue one of these opportunities or any such future venture, such initiatives may prove not to be successful, whether for commercial or other reasons, and this may result in a material adverse effect on the operations and performance of the Issuer.

Regulatory Matters: The Issuer, through its operations in Malta and Belgium, is subject to a number of prudential and regulatory controls designed to maintain the safety and soundness of banks, ensure their compliance with economic and other objectives and limit their exposure to risk including (i) the legislative package implementing the proposals of the Basel Committee (known as Basel III) in the European Union and amending and supplementing the existing Capital Requirements Directive and other regulatory developments impacting capital position ("CRD IV"); and (ii) the European Commission's Single Resolution Mechanism ("SRM") establishing uniform rules and procedures for the resolution of credit institutions and certain investment firms, providing for the establishment of a European Union-wide framework for the Bank Recovery and Resolution Directive (the "BRRD") in the Euro area. The Issuer faces risks associated with an uncertain and rapidly evolving prudential regulatory environment, pursuant to which it is required, amongst other things, to maintain adequate capital resources and to satisfy specified capital ratios at all times. The Issuer's capital requirements could be affected by further prudential regulatory developments.

The Issuer is also required to comply with applicable know your customer, anti-money laundering and counter-terrorism financing laws and regulations in Malta and Belgium and applicable anti-corruption laws. To the extent that the Issuer fails or is perceived to fail to comply with these and other applicable laws and regulations, its reputation could be materially damaged, with consequent adverse effects on its business, financial condition, results of operations and prospects. Any failure or delay in receiving any required regulatory approvals or the enactment of new and adverse regulations or regulatory requirements may have a material adverse effect on the Issuer's business. In addition, future legislative, judicial and regulatory agency actions could have a material adverse effect on the Issuer's business. Furthermore, changes in the regulatory environment could ultimately place increased regulatory pressure on the Issuer and could have a material adverse effect on its business, financial condition, results of operation and cash flow, particularly in the case of an adverse impact resulting from regulatory developments which could expose its business to a number of risks as well as limit growth, curtail revenues and impact the Issuer's service offerings. Moreover, there is a risk of noncompliance associated with the complexity of regulation. Failure to comply with current or future regulation could expose the Issuer's business to various sanctions, including fines or the withdrawal of authority to conduct certain lines of business.

External Factors: The Issuer's overall performance and results may also be adversely affected by external factors beyond the Issuer's control. These include changes in economic conditions, geopolitical issues such as the anticipated exit of the United Kingdom from the European Union, business cycles, volatility in financial markets and increased competitive pressure in the financial services sector.

Failure to attract and/or retain key employees: The Issuer may lose key employees as a result of natural attrition, including health, family and other reasons. In addition, external factors, such as macro-economic conditions, the developing and increasingly rigorous regulatory environment and/or negative media attention on the financial services industry, could adversely impact employee retention, sentiment and engagement. Each of these factors could have an adverse effect on the Issuer's ability to recruit and/or retain key employees, which could, in turn, materially adversely affect the Issuer's business, financial condition, results of operations and prospects.

The Issuer may be subject to privacy or data protection failures and fraudulent activity: The Issuer processes personal customer data as part of its business, some of which may be sensitive personal data, and therefore must comply with strict data protection and privacy laws and regulations. Notwithstanding the Issuer's efforts to ensure compliance with the relevant data protection regulations and protection from cyber theft, the Issuer is exposed to the risk that this data could be wrongfully appropriated, lost or disclosed, stolen or processed in breach of data protection and privacy laws and regulations. If the Issuer or any of the third party service providers on which it relies fails to store or transmit customer information in a secure manner, or if any loss of personal customer data were otherwise to occur, the Issuer could be subject to investigative or enforcement action by relevant regulatory authorities and could face liability under data protection and privacy laws and regulations.

The Issuer could be negatively affected by a deterioration in the soundness (or a perceived deterioration in the soundness) of other financial institutions: Within the financial services industry, the default of any one institution could lead to defaults by other institutions. Concerns about, or a default by, or a governmental "bail out" of, or "bail in" of, one institution could lead to significant liquidity problems, including increases in the cost of liquidity, losses or defaults by other institutions, because the commercial and financial soundness of many financial institutions may be closely related as a result of their credit, trading, clearing or other relationships. Even the perceived lack of creditworthiness of, or concerns about, a counterparty may lead to market wide liquidity problems and losses or defaults by the Issuer or by other institutions. This risk is often referred to as "systemic risk" and may adversely affect financial intermediaries, such as clearing agencies, clearing houses, banks, securities firms and exchanges. Such systemic risk could have a material adverse effect on the Issuer's ability to raise new wholesale funding, which could affect its business, financial condition, results of operations, liquidity and/or prospects.

D.3 Key information on the key risks specific to the Bonds:

An investment in the Bonds involves certain risks, including those set out in this section. In deciding whether to make an investment in the Bonds, prospective investors are advised to carefully consider, with their own independent financial and other (including tax, accounting, credit, legal and regulatory) professional advisors, the following risk factors (not listed in order of priority) and other investment considerations, together with the rest of the information contained in the Prospectus.

i. The existence of an orderly and liquid market for the Bonds depends on a number of factors, including the presence of willing buyers and sellers of the Issuer's Bonds at any given time and the general

economic conditions in the market in which the Bonds are traded. Such presence is dependent upon the individual decisions of investors over which the Issuer has no control. Accordingly, there can be no assurance that an active secondary market for the Bonds will develop, or, if it develops, that it will continue. Furthermore, there can be no assurance that an investor will be able to sell the Bonds at or above the Bond Issue Price or at all.

ii. There can be no assurance that the Bond Issue Price will correspond to the price at which the Bonds will trade in the market subsequent to the Bond Issue.

iii. Investment in the Bonds involves the risk that subsequent changes in market interest rates may adversely affect the value of the Bonds.

iv. A Bondholder will bear the risk of any fluctuations in exchange rates between the currency of denomination of the Bonds (€ in the case of the EUR Bonds and £ in the case of the GBP Bonds) and the Bondholder's currency of reference, if different.

v. No prediction can be made about the effect which any future public offerings of the Issuer's securities, or any takeover or merger activity involving the Issuer, will have on the market price of the Bonds prevailing from time to time.

vi. In the event that the Issuer wishes to amend any of the provisions of and/or conditions contained in any part of the Prospectus, including the Terms and Conditions of the Bonds, it shall call a meeting of Bondholders. Defined majorities of Bondholders may bind all Bondholders including those that did not attend and vote at the relevant meeting and Bondholders who attended and voted in a manner contrary to the majority.

vii. The Bonds are unsecured and subordinated. Subordination means that the rights and claims of Bondholders in respect of the payment of capital and interest on the Bonds will, in the event of dissolution and winding up of the Issuer, rank after the claims of all senior indebtedness and will not be repaid until all other senior indebtedness outstanding at the time has been settled. The Bonds constitute the general, direct, unconditional, subordinated and unsecured obligations of the Issuer and shall at all times rank equally and rateably without any priority or preference among themselves and with other subordinated unsecured debt.

viii. The Bonds shall rank subsequent to any outstanding, unsubordinated and unsecured obligations of the Issuer, present and future. The Issuer may incur further borrowings or indebtedness and may create or permit to subsist other security interests upon the whole or any part of its present or future, undertaking, assets or revenues (including uncalled capital).

ix. The Bonds shall also rank subsequent to any prior ranking security interest created for the purpose of securing the Issuer's secured interbank funding lines and repurchase agreements. Such interbank funding lines and repurchase agreements are used to finance the Issuer's investment portfolio.

x. By purchasing the Bonds, the Bondholder agrees to waive his or her right of enforcement against the Issuer in the case of non-performance of the Issuer's obligations under the Bond, including the non-payment of interest and principal. The only remedy available to the Bondholder in the event of a default by the Issuer shall be the petitioning for the winding up of the Issuer, which shall constitute an Event of Default.

xi. The Bonds are redeemable in whole or in part at the option of the Issuer prior to the Redemption Date on any of the Designated Early Redemption Dates upon giving 30 days' notice to the Bondholders, subject to obtaining the prior approval of the MFSA. Furthermore, the Bonds are redeemable in whole at any time during the term of the Bond in the case of a Regulatory Change Event taking place.

xii. The feature allowing for optional redemption on a Designated Early Redemption Date may condition the market value of the Bonds and there can be no guarantee that the Bondholders may be able to re-invest the proceeds of such redemption at equivalent or higher rates of return.

xiii. The occurrence of a Regulatory Change Event and the implementation of New Capital Regulations leading to such event, are not within the control of the Issuer. If a Regulatory Change Event were to occur, the Issuer would have the right to redeem the Bonds prior to their scheduled maturity at par plus accrued interest.

xiv. The terms and conditions of this Bond Issue are based on Maltese law in effect as at the date of this Prospectus. No assurance can be given as to the impact of any possible judicial decision or change in Maltese law or administrative practice after the date of this Prospectus.

xv. Directive 2014/59/EU of the European Parliament and the Council of 15 May 2014 establishing a framework for the recovery and resolution of credit institutions and investment firms and amending Council Directive 82/891/EEC, and Directives 2001/24/EC, 2004/47/EC, 2004/25/EC, 2005/56/EC,

2007/36/EC, 2011/35/EU, 2012/30/EU and 2013/36/EU, and Regulations (EU) No 1093/2010 and (EU) No 648/2012, of the European Parliament and of the Council , known as the Bank Recovery and Resolution Directive (also referred to as the Crisis Management Directive), entered into force on 2 July 2014 (for the purposes of this Risk Factor, the "Directive"). This Directive grants regulators resolution powers to, *inter alia*, write down the debt of a failing bank (or to convert such debt into capital) to strengthen its financial position and allow it to continue as a going concern, subject to appropriate restructuring measures being taken. Such conversion of debt into capital would result in a change in the status of the holder of this instrument, from that of a bond holder to that of a shareholder.

Pursuant to the Directive or other resolution or recovery rules which may in the future be applicable to the Issuer (including Capital Requirements Directive IV), new powers have been given to the MFSA, as "Resolution Authority", which could be used in such a way as to result in the Bonds absorbing losses ("Statutory Loss Absorption"). Pursuant to the exercise of any Statutory Loss Absorption measures, the Bonds could become subject to a determination by the Resolution Authority, or the Issuer following instructions from the Resolution Authority, that all or part of the principal amount of the Bonds, including accrued but unpaid interest in respect thereof, must be written off, converted into common equity Tier 1 capital or otherwise applied to absorb losses. Such determination shall not constitute an Event of Default and Bondholders will have no further claims in respect of any amount so written off, converted to equity or otherwise applied to absorb losses as aforesaid as a result of such Statutory Loss Absorption.

In addition to the above, it is pertinent to note that the Bonds are complex financial instruments and may not be suitable for all recipients of the Prospectus. Prospective investors are urged to consult an independent investment adviser licensed under the Investment Services Act (Cap. 370 of the laws of Malta) as to the suitability or otherwise of an investment in the Bonds before making an investment decision. In particular, such advice should be sought with a view to ascertaining that each prospective investor:

a. **has sufficient knowledge and experience to make a meaningful evaluation of the Bonds, the merits and risks of investing in the Bonds and the information contained or incorporated by reference in the Prospectus or any applicable supplement;**

b. **has sufficient financial resources and liquidity to bear all the risks of an investment in the Bonds, including where the currency for principal or interest payments is different from the prospective investor's currency and that the Bonds meet the investment objectives of the prospective investor;**

c. **understands thoroughly the terms of the Bonds; and**

d. **is able to evaluate (either alone or with the help of a financial adviser) possible scenarios for economic, interest rate and other factors that may affect its investment and its ability to bear the applicable risks.**

SECTION E OFFER

E.2b The proceeds from the Bond Issue, which net of Bond Issue expenses are expected to amount to approximately €19,500,000 will be used by the Issuer to meet part of its general financing requirements, and will constitute Tier 2 Capital of the Issuer in terms of the CRR. In the event that the Bond Issue is not fully subscribed, the Issuer will proceed with the listing of the amount of Bonds subscribed for.

E.3 The Bonds are open for subscription to Authorised Financial Intermediaries, which include Mediterranean Bank plc as Issuer, Jesmond Mizzi Financial Advisors Limited as Sponsor, and Charts Investment Management Service Limited, a fully owned subsidiary of MeDirect Group Limited. Pursuant to conditional subscription agreements, Authorised Financial Intermediaries are to submit Application Forms representing the amount they have been bound to subscribe to by not later than 12:00 hours on 13 October 2017.

The following is a synopsis of the general terms and conditions applicable to the Bonds. A Bondholder is deemed to have invested only after having received, read and understood the contents of the Prospectus, including the full terms and conditions contained in the annexes thereto:

1.1.1 Form, Denomination and Title

The Bonds will be issued in fully registered and dematerialised form and will be represented in uncertificated form by the appropriate entry in the electronic register maintained on behalf of the Issuer at the CSD. The Bonds will be issued without interest coupons, in minimum subscriptions of €25,000 (in case of EUR Bonds) and £25,000 (in case of GBP Bonds) and thereafter in integral multiples of €1,000 (in case of EUR Bonds) and £1,000 (in case of GBP Bonds). Any person in whose name a Bond is registered may (to the fullest extent permitted by applicable law) be deemed and treated at all times, by all persons and for all purposes (including the making of any payments) as the absolute owner of such Bond. Title to the Bonds may be transferred as provided in the Securities Note.

1.1.2 Interest

Details of interest payable on the Bonds is provided in Element C.9 of this Summary Note.

1.1.3 Status of the Bonds

The Bonds are unsecured and subordinated. Subordination means that the rights and claims of Bondholders in respect of the payment of capital and interest on the Bonds will, in the event of dissolution and winding up of the Issuer, rank after the claims of all unsubordinated debt and will not be repaid until all other unsubordinated debt outstanding at the time has been settled. The Bonds constitute the general, direct, unconditional, subordinated and unsecured obligations of the Issuer and shall at all times rank equally and rateably without any priority or preference among themselves and with other subordinated unsecured debt. The Bonds constitute the general, direct, unconditional, subordinated and unsecured obligations of the Issuer, and shall at all times rank equally and rateably without any priority or preference among themselves and with other subordinated unsecured debt.

The Bonds shall rank subsequent to any other outstanding, unsubordinated and unsecured obligations of the Issuer, present and future. The Issuer may incur further borrowings or indebtedness and may create or permit to subsist other security interests upon the whole or any part of its present or future, undertaking, assets or revenues (including uncalled capital). The Bonds shall also rank subsequent to any prior ranking security interest created for the purpose of securing the Issuer's secured interbank funding lines and repurchase agreements. Such interbank funding lines and repurchase agreements are used to finance the Issuer's investment portfolio.

1.1.4 Payments

Payment of the principal amount of a Bond will be made in Euro by the Issuer to the person in whose name such Bonds are registered, with interest accrued up to the Redemption Date, by means of direct credit transfer into such bank account as the Bondholder may designate from time to time. Such payment shall be effected within seven (7) days of the Redemption Date. Payment of interest on a Bond will be made to the person in whose name such Bond is registered at the close of business fifteen (15) days prior to the Interest Payment Date, by means of a direct credit transfer into such bank account as the Bondholder may designate, from time to time. Such payment shall be effected within seven (7) days of the Interest Payment Date.

1.1.5 Redemption

Unless previously purchased and cancelled, the Bonds will be redeemed at their nominal value (together with interest accrued to the date fixed for redemption) on 13 October 2027, provided that the Issuer may exercise the option to redeem any one or more of the Bonds or any part thereof early on a Designated Early Redemption Date with the MFSA's prior approval or upon a Regulatory Change Event occurring, as explained in section C.9 of this Summary Note.

1.1.6 Events of Default

The only circumstances under which the Bonds will become immediately due and repayable at their principal amount together with accrued interest before the Redemption Date shall be in the event that an order is made or resolution passed or other action taken for the dissolution, termination of existence, liquidation, winding up or bankruptcy of the Issuer.

1.1.7 Transferability of the Bonds

The Bonds are freely transferable and, once admitted to the Official List shall be transferable only in whole in accordance with the rules and regulations of the MSE applicable from time to time. All transfers and transmissions are subject in all cases to any pledge (duly constituted) of the Bonds and to any applicable laws and regulations. The cost and expenses of effecting any registration of transfer or transmission, except for the expenses of delivery by any means other than regular mail (if any) and except, if the Issuer shall so require, the payment of a sum sufficient to cover any tax, duty or other governmental charge or insurance charges that may be imposed in relation thereto, will be borne by the Issuer. The Issuer will not register the transfer or transmission of Bonds for a period of fifteen (15) days preceding the due date for any payment of interest on the Bonds.

1.1.8 *Register of Bondholders*

Certificates will not be delivered to Bondholders in respect of the Bonds in virtue of the fact that the entitlement to Bonds will be represented in an uncertificated form by the appropriate entry in the electronic register maintained on behalf of the Issuer by the CSD. There will be entered in such electronic register the names, addresses, identity card numbers, registration numbers and MSE account numbers of the Bondholders and particulars of the Bonds held by them respectively, and the Bondholders shall have, at all reasonable times during business hours, access to the register of Bondholders held at the CSD for the purpose of inspecting information held on their respective account.

1.1.9 *Further Issues*

The Issuer may, from time to time, without the consent of the Bondholders, create and issue further debentures, debenture stock, bonds, loan notes, or any other debt securities either having the same terms and conditions as any outstanding debt securities of any series (including the Bonds) and so that such further issue shall be consolidated and form a single series with the outstanding debt securities of the relevant series (including the Bonds) or upon such terms as the Issuer may determine at the time of their issue.

1.1.10 *Meetings of Bondholders*

The provisions of the Prospectus may be amended with the approval of the Bondholders at a meeting called for that purpose by the Directors of the Issuer. Such meeting of Bondholders shall be called by giving all Bondholders listed on the register of Bondholders as at a date being not more than thirty (30) days preceding the date scheduled for the meeting, not less than fourteen (14) days' notice in writing. Such notice shall set out the time, place and date set for the meeting and the matters to be discussed or decided thereat, including, if applicable, sufficient information on any amendment of the Prospectus that is proposed to be voted upon at the meeting and seeking the approval of the Bondholders. Following a meeting of Bondholders the Issuer shall, acting in accordance with the resolution(s) taken at the meeting, communicate to the Bondholders whether the necessary consent to the proposal made by the Issuer has been granted or withheld. Subject to having obtained the necessary approval by the Bondholders at a meeting called for that purpose as aforesaid, any such decision shall subsequently be given effect to by the Issuer.

1.1.11 *Governing Law and Jurisdiction*

The Bonds shall be governed by and construed in accordance with Maltese law. Any legal action, suit, action or proceeding against the Issuer arising out of or in connection with the Bonds shall be brought exclusively before the Maltese Courts and the Bondholder shall be deemed to acknowledge that it is submitting to the exclusive jurisdiction of the Maltese Courts as aforesaid.

E.4 Save for the possible subscription for Bonds by Authorised Financial Intermediaries (which include the Issuer, the Sponsor and Charts Investment Management Service Limited), and any fees payable in connection with the Bond Issue to Jesmond Mizzi Financial Advisors Limited as Sponsor, so far as the Issuer is aware no person involved in the Issue has an interest material to the Issue.

E.7 Professional fees, costs related to publicity, advertising, printing, listing and registration, selling commission, as well as sponsor, manager and registrar fees and other miscellaneous expenses in connection with this Bond Issue, are estimated not to exceed €500,000 and shall be borne by the Issuer.

TIME-TABLE	
Application Forms available	27 September 2017 to 13 October 2017
Intermediaries' Offer	13 October 2017
Commencement of interest on the Bonds	13 October 2017
Refunds of unallocated monies	17 October 2017
Announcement of basis of acceptance	20 October 2017
Expected date of notification of registration	27 October 2017
Expected date of admission to trading	27 October 2017
Expected date of commencement of trading	30 October 2017