

EFFECTIVE OCTOBER 12, 2021

**TOYOTA**

**TOYOTA FINANCE AUSTRALIA LIMITED**

(ABN 48 002 435 181)

*(a company incorporated with limited liability in the Commonwealth of Australia and registered in New South Wales)*

**INFORMATION MEMORANDUM  
FOR PURCHASERS OF COMMERCIAL PAPER**

THE NOTES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED (THE "ACT"), OR ANY OTHER APPLICABLE SECURITIES LAW, AND OFFERS AND SALES THEREOF MAY BE MADE ONLY IN COMPLIANCE WITH AN APPLICABLE EXEMPTION FROM THE REGISTRATION REQUIREMENTS OF THE ACT AND ANY APPLICABLE STATE SECURITIES LAWS. THE NOTES ARE BEING OFFERED AND SOLD IN THE UNITED STATES IN RELIANCE UPON SECTION 3(a)(3) OF THE ACT.

NOTES ISSUED BY TOYOTA FINANCE AUSTRALIA LIMITED ("TFA") MUST NOT BE PURCHASED BY OFFSHORE ASSOCIATES OF TFA OTHER THAN THOSE ACTING IN THE PERMITTED CAPACITIES DESCRIBED IN SECTIONS 128F(5) & (6) OF THE INCOME TAX ASSESSMENT ACT 1936 OF AUSTRALIA. FOR ADDITIONAL INFORMATION PLEASE SEE "OTHER INFORMATION—AUSTRALIAN TAXATION" BELOW.

This Information Memorandum is not a prospectus or other disclosure document (each as defined under the Corporations Act 2001 of Australia ("Australian Corporations Act")) in relation to the Notes. The Notes may not be offered for issue, sale or purchase (nor may invitations for applications for the issue, sale or purchase of the Notes be made), nor may this Information Memorandum be distributed, in Australia other than in circumstances that do not require disclosure to investors under Part 6D.2 or 7.9 of the Australian Corporations Act.

## **BUSINESS OVERVIEW**

Toyota Finance Australia Limited (“TFA”), which was incorporated as a public company limited by shares in New South Wales, Australia on 18 June 1982, operates under the Australian Corporations Act and is a wholly-owned subsidiary of Toyota Financial Services Corporation (“TFSC”), a Japanese corporation. TFSC, in turn, is a wholly-owned subsidiary of Toyota Motor Corporation, a Japanese company organised and existing under the laws of Japan, having its registered office at 1, Toyota-cho, Toyota City, Aichi Prefecture 471-8571, Japan (“TMC”).

TFA’s Australian Business Number is 48 002 435 181 and TFA’s Australian Company Number is 002 435 181. The registered office of TFA is located at Level 9, 207 Pacific Highway, St Leonards NSW 2065 Australia, with telephone number +61 2 9430 0000.

Australian Alliance Automotive Finance Pty Limited (“AAAF”), incorporated in New South Wales, is a subsidiary of TFA. AAAF’s Australian Business Number is 63 002 407 703 and AAAF’s Australian Company Number is 002 407 703. TFA also has an investment of 5,000,000 ordinary shares (45.45 per cent) in an associated company, Toyota Finance New Zealand Limited (“TFNZ”), incorporated in New Zealand. The balance of the shares in TFNZ are owned by TFSC. Other than AAAF and the following securitization entities: the Southern Cross Toyota 2009-1 Trust and the King Koala TFA 2012-1 Trust, TFA has no other subsidiaries.

The principal activities of TFA, which are an integral part of the Toyota group’s presence in Australia, are:

- financing the acquisition of motor vehicles by customers by way of commercial leases and consumer and commercial loans;
- providing bailment facilities and commercial loans to motor dealers;
- providing vehicle and equipment finance and fleet management services to government and corporate customers; and
- selling retail insurance policies underwritten by third party insurers.

## **COMMERCIAL PAPER TERMS**

- Issuer:** Toyota Finance Australia Limited
- Address for notices:** Level 9, 207 Pacific Highway  
St Leonards NSW 2065  
Australia
- with a copy to:*
- Toyota Motor Credit Corporation  
Treasury Operations  
6565 Headquarters Drive, W2-3D  
Plano, Texas 75024  
United States
- Telephone/Fax:** Phone: 800.292.1147 or 469.486.9013  
Fax: 310.381.7739
- Rate Quotes:** Quotes are available nationally through Bloomberg, L.P., Thomson Reuters PLC or by calling toll-free 800.292.1147.
- Securities:** Unsecured promissory notes offered by this Information Memorandum (the "Notes") of TFA, ranking *pari passu* with TFA's other unsecured and unsubordinated indebtedness for borrowed money.
- Interest Rate, if any:** If interest bearing, fixed rate and floating rate notes are available (see "Interest Rates" below for additional information). Terms as agreed upon by the purchaser and TFA at time of trade.
- Minimum Denominations:** US\$100,000 minimum principal amount
- Maturities:** Up to 270 days from the date of issue, as agreed upon by the purchaser and TFA
- Issuing and Paying Agent:** Citibank, N.A.  
DTC Participant #1501
- Settlement:** Unless otherwise specified in the applicable term sheet, same day basis, in immediately available funds
- Form:** Each Note (a "Book-Entry Note") will be evidenced by a master note registered in the name of a nominee of The Depository Trust Company ("DTC"). Each master note will be deposited with an Issuing and Paying Agent as subcustodian for DTC or its successors. DTC will record, by appropriate entries on its book-entry registration and transfer system, the respective amounts payable in respect of Book-Entry Notes. Payments by DTC participants to purchasers for whom a DTC participant is acting as agent in respect of Book-Entry Notes will be governed by the standing instructions and customary practices under which securities are held at DTC through DTC participants.

**Redemption:** Unless otherwise specified in the applicable term sheet, Notes will not be redeemable prior to maturity or be subject to voluntary prepayment. TFA may, at its sole option, honor prepayment requests and, in accordance with its policy, may apply certain rate and/or fee adjustments. TFA reserves the right to alter its prepayment policy at any time. Prepayment requests cannot be accepted after 10:30 A.M. Eastern Time.

**Advance Placements:** Purchase orders may be accepted, on a discretionary basis, prior to the settlement date.

**Confirmations:** Available via first-class mail, facsimile, Bloomberg, DTC ID or email.

**Use of Proceeds:** Proceeds from the sale of the Notes will be used for current transactions within the meaning of Section 3(a)(3) of the Securities Act of 1933, as amended.

**Registration exemption from U.S. Securities Act of 1933:** Notes are exempt from registration under the Securities Act of 1933, as amended, pursuant to Section 3(a)(3).

**TFA may change the terms on which it offers Notes at any time without prior notice.**

## **CREDIT SUPPORT ARRANGEMENTS**

TFA and TFSC have entered into a credit support agreement (the “TFA Credit Support Agreement”), and TFSC in turn has entered into a credit support agreement with TMC (the “TFSC Credit Support Agreement”).

Under the terms of the TFSC Credit Support Agreement, TMC has agreed to:

- maintain 100 percent ownership of TFSC;
- cause TFSC and its subsidiaries to have a consolidated tangible net worth (the aggregate amount of issued capital, capital surplus and retained earnings less any intangible assets) of at least JPY 10 million; and
- make sufficient funds available to TFSC so that TFSC will be able to (i) service the obligations arising out of its own bonds, debentures, notes and other investment securities and commercial paper and (ii) honor its obligations incurred as a result of guarantees or credit support agreements that it has extended, including the TFA Credit Support Agreement (collectively, “TFSC Securities”).

The TFSC Credit Support Agreement is not a guarantee by TMC of any TFSC Securities. TMC’s obligations under the TFSC Credit Support Agreement rank *pari passu* with TMC’s senior unsecured debt obligations. Either party may terminate the TFSC Credit Support Agreement upon 30 days written notice to the other party. However, such termination cannot take effect until or unless (1) all TFSC Securities issued on or prior to the date of the termination notice have been repaid or (2) each rating agency that, upon the request of TMC or TFSC, has issued a rating in respect of TFSC or any TFSC Securities has confirmed to TFSC that the debt ratings of all such TFSC Securities will be unaffected by such termination. In addition, with certain exceptions, the TFSC Credit Support Agreement may be modified only by the written agreement of TMC and TFSC, and no modification or amendment can have any adverse effect upon any holder of any TFSC Securities outstanding at the time of such modification or amendment. The TFSC Credit Support Agreement is governed by, and construed in accordance with, the laws of Japan.

Under the terms of the TFA Credit Support Agreement, TFSC has agreed to:

- maintain 100 percent ownership of TFA;
- cause TFA and its subsidiaries to have a consolidated tangible net worth (the aggregate amount of issued capital, capital surplus and retained earnings less any intangible assets, determined in accordance with Australian accounting standards) of at least A\$150,000 (as shown on the most recent audited annual consolidated balance sheet); and
- make sufficient funds available to TFA so that TFA will be able to service the obligations arising out of its own bonds, debentures, notes and other investment securities and commercial paper (collectively, “TFA Securities”).

The TFA Credit Support Agreement is not a guarantee by TFSC of any TFA Securities. The TFA Credit Support Agreement contains termination and modification provisions that are similar to those in the TFSC Credit Support Agreement as described above. The TFA Credit Support Agreement is governed by, and construed in accordance with, the laws of Japan.

Holders of TFA Securities, including the Notes, have the right to claim directly against TMC and TFSC to perform their respective obligations under the TFSC Credit Support Agreement and/or the TFA Credit Support Agreement, as the case may be, by making a claim in writing together with a declaration to the effect that the holder will have recourse to the rights given under the TFSC Credit Support Agreement and/or the TFA Credit Support Agreement, as the case may be. If TMC and/or TFSC receives such a claim from any holder of TFA Securities, TMC and/or TFSC, shall indemnify, without any further action or formality, the holder against

any loss or damage resulting from the failure of TMC and/or TFSC to perform any of their respective obligations under the TFSC Credit Support Agreement and/or the TFA Credit Support Agreement, as the case may be. The holder of TFA Securities who made the claim may then enforce the indemnity directly against TMC and/or TFSC, as the case may be.

## **SOURCES OF ADDITIONAL ISSUER INFORMATION**

TFA is subject to the ongoing reporting and disclosure requirements of the UK Listing Rules and the UK Disclosure Guidance and Transparency Rules, all made under the UK Financial Services and Markets Act 2000, as amended, and in accordance therewith file reports, including Annual Financial Reports and Half-Yearly Financial Reports, and other information with the UK Listing Authority and such reports can be found at: [www.londonstockexchange.com/exchange/news/market-news/market-news-home.html](http://www.londonstockexchange.com/exchange/news/market-news/market-news-home.html).

TFA's most recent Annual Financial Report and Half-Yearly Financial Report for the six month period subsequent to the period covered by the most recent Annual Financial Report (and any amendments to such report) and each document filed by TFA under the UK Disclosure Rules and Transparency Rules subsequent to the date of this Information Memorandum shall be deemed to be incorporated by reference herein.

Any statement contained in this Information Memorandum or in a document incorporated by reference herein shall be deemed to be modified or superseded for the purpose of this Information Memorandum to the extent that a statement contained in any document which is subsequently incorporated by reference herein modifies or supersedes such earlier statement (whether expressly, by implication or otherwise). Any statement so modified or superseded shall not, except as so modified or superseded, constitute part of this Information Memorandum.

TMC files periodic reports and other information with the U.S. Securities and Exchange Commission ("SEC"), which are available to the public from the SEC's website at <http://www.sec.gov>.

## **OTHER INFORMATION**

### *No responsibility for trading activities*

Purchasers are solely responsible for maintaining any necessary security procedures relating to the use of third party electronic trading systems for the purchase of Notes issued by TFA. TFA shall be entitled to rely on all information provided by purchasers in writing and on all information transmitted to TFA by purchasers through third party electronic trading systems. TFA shall have no duty to verify any information transmitted by a purchaser to TFA.

TFA shall not be responsible or liable for any failure in the performance of any third party electronic trading systems or for errors of transmission caused by purchasers or any third party. TFA shall not be liable for loss or damage of any nature whatsoever suffered by any purchaser due to (i) the inability of a purchaser to use a third party electronic trading system for any reason; (ii) the acts of a purchaser or of a purchaser's agents or employees; (iii) acts of war, fire, natural disasters, strikes, riots, unavailability of energy sources or any other causes beyond the reasonable control of TFA; (iv) TFA's disapproval of a purchaser; or (v) TFA's failure to accept a proposed trade. In addition, TFA shall not be responsible or liable for the truth, accuracy or completeness of information received or transmitted by any purchaser, or errors, mistakes or omissions therein. In addition, TFA shall not be responsible or liable for losses or damages arising out of the direct sale of Notes issued by TFA as contemplated by this Information Memorandum except for TFA's failure to repay any Notes in accordance with its terms. Without limiting any of the foregoing, in no event will TFA be liable for lost profits, loss of goodwill or special, indirect, incidental or consequential damages, even if it has been advised of the possibility of such damages. All references to "TFA" in this paragraph shall also refer to the officers, directors, agents, employees and affiliates of TFA.

### *Disclosure of credit ratings*

This Information Memorandum and additional information relating to TFA may include or refer to credit ratings. Ratings are for distribution only to a person (a) who is not a "retail client" within the meaning of section 761G of the Australian Corporations Act and is also a person in respect of whom disclosure is not required under Parts 6D.2 or 7.9 of the Australian Corporations Act, and (b) who is otherwise permitted to receive ratings in accordance with applicable law in any jurisdiction in which the person may be located. Anyone who is not such a person is not entitled to receive this Information Memorandum and anyone who receives this Information Memorandum must not distribute it to any person who is not entitled to receive it.

### *Australian taxation*

**NOTES ISSUED BY TFA MUST NOT BE PURCHASED BY OFFSHORE ASSOCIATES OF TFA OTHER THAN THOSE ACTING IN THE PERMITTED CAPACITIES DESCRIBED IN SECTIONS 128F(5) & (6) OF THE INCOME TAX ASSESSMENT ACT 1936 OF AUSTRALIA ("AUSTRALIAN TAX ACT").**

**For these purposes, an "offshore associate" means an associate (as defined in section 128F(9) of the Australian Tax Act) of TFA that is either (1) a non-resident of Australia which does not acquire the Notes in carrying on a business at or through a permanent establishment in Australia, or (2) a resident of Australia that acquires the Notes in carrying on a business at or through a permanent establishment outside Australia.**

All payments on the Notes to holders of the Notes that are non-residents of Australia ("Non-Australian Resident Holders") will be made free and clear of and without deduction or withholding for or on account of any taxes or other governmental charges imposed by Australia, provided that, in respect of the Notes:

- a) the provisions of section 128F of the Australian Tax Act are met; and
- b) a beneficial owner who is a non-resident of Australia holding any Notes and in receipt of funds through a permanent establishment in Australia has provided its Australian Tax File Number (“TFN”), Australian Business Number (“ABN”) or proof of a relevant exemption (as appropriate); and
- c) the Australian Commissioner of Taxation has not issued a notice or direction under section 255 of the Australian Tax Act or section 260-5 of Schedule 1 to the Taxation Administration Act 1953 of Australia (“Direction”).

Payments of interest on overdue amounts may be subject to interest withholding tax at the rate of 10%.

In respect of the above, (1) TFA intends to issue the Notes in a manner which will satisfy the requirements of section 128F of the Australian Tax Act, (2) Australian withholding tax usually imposed on the payment of interest on certain registered securities unless the relevant payee has quoted a TFN, (in certain circumstances) an ABN or proof of some other exception (as appropriate) should not apply to payments to a Non-Australian Resident Holder that does not hold its Notes, and does not derive all payments under the Notes, in carrying on a business at or through a permanent establishment in Australia if the provisions of section 128F of the Australian Tax Act are met, and (3) the Australian Commissioner of Taxation may give a Direction requiring TFA to deduct from any payment to a holder of the Notes any amount in respect of Australian tax payable by the holder. If TFA is served with such a Direction, then TFA will comply with that direction and make any deduction required by that Direction.

Exemptions from Australian interest withholding tax may also be available to certain Non-Australian Resident Holders under the provisions of a double-tax treaty between the Australian Government and the country in which that holder is a resident for tax purposes. The Australian Federal Treasury maintains a listing of Australia’s double tax conventions which provides details of country, status, withholding tax rate limits and Australian domestic implementation. This listing is available to the public on the Federal Treasury’s Department website.

This summary is specific to non-residents of Australia and certain Australian taxation-related matters, without limiting the matters that may be relevant to the circumstances of a particular holder of any Notes, under Australian laws in effect as at the date of this Information Memorandum. It is not nor does it purport to be exhaustive and it is not intended to be, nor should it be construed as, legal or tax advice to any particular holder or any class of holders of any Notes. It does not deal with holders who hold Notes on behalf of other persons. Each holder should seek professional tax advice in relation to their particular circumstances.

### *Purchases*

**TFA reserves the right to change the terms of purchase of Notes, as outlined in this Information Memorandum, without notice, at any time and from time to time, except for trades previously accepted by TFA. No person shall have the right to participate in direct purchases of Notes from TFA prior to approval by TFA. TFA may terminate its prior approval of a purchaser at any time. TFA shall have no obligation to accept any particular trade from a purchaser whether or not the purchaser has been previously approved and whether or not the requested trade is in response to a quote posted by TFA.**



## **INTEREST RATES**

### *Fixed Rate Notes*

Notes may (a) be issued at a discount on the date of issue or (b) bear interest at a fixed rate per annum from its date of issue at a rate specified in the applicable term sheet.

### *Floating Rate Notes*

Notes may also bear interest at a floating rate (a “Floating Rate Note”) as specified in the applicable term sheet.

*Interest Rate Basis.* Interest on Floating Rate Notes will be determined by reference to the applicable Interest Rate Basis, which may be:

- the CD Rate,
- the Commercial Paper Rate,
- the Federal Funds Rate,
- the Federal Funds Open Rate,
- LIBOR,
- the Prime Rate,
- SOFR or Compounded SOFR, or
- the Treasury Rate.

*Terms.* Each applicable term sheet will specify the terms of a Floating Rate Note, which may include:

- the Interest Rate Basis,
- the Initial Interest Rate,
- the Interest Reset Dates,
- the Interest Reset Period,
- the Interest Rate Reset Cutoff Date,
- the Interest Determination Date,
- the Interest Payment Dates,
- the Interest Period,
- the Interest Payment Calculation Period,
- the period to maturity of the instrument or obligation with respect to which the Interest Rate Basis or Bases will be calculated (“Index Maturity”),

- the number of basis points to be added to or subtracted from the related Interest Rate Basis or Bases (the “Spread”),
- the percentage of the related Interest Rate Basis or Bases by which the Interest Rate Basis or Bases will be multiplied to determine the applicable interest rate (the “Spread Multiplier”), and
- if one or more of the specified Interest Rate Bases is LIBOR, the Index Maturity and the Designated LIBOR Page.

The interest rate borne by Floating Rate Notes will be determined, in general, as described below.

Interest on each Floating Rate Note will be payable monthly, quarterly, or semiannually, or at any other interval specified in the applicable term sheet (the “Interest Payment Period”) and on the date upon which the Note becomes due and payable (the “Maturity Date”). The date or dates on which interest will be payable (each an “Interest Payment Date”) will be specified in the applicable term sheet. If any Interest Payment Date for any Floating Rate Note (other than an Interest Payment Date occurring on the Maturity Date) would otherwise be a day that is not a Business Day, such Interest Payment Date shall be postponed to the next day that is a Business Day (such method of adjustment, the “Following Business Day Convention”), except that in the case of a LIBOR Note or a SOFR Note (as such terms are defined below), if such Business Day is in the next succeeding calendar month, such Interest Payment Date shall be the immediately preceding Business Day (such method, the “Modified Following Business Day Convention”).

Unless otherwise specified in the applicable term sheet, a “Business Day” means any day on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealing in foreign exchange and foreign currency deposits) including dealings in U.S. dollars in all of (i) London, England (a “London Business Day”), (ii) The City of New York; and (iii) Sydney, Australia.

If the Maturity Date of a Floating Rate Note falls on a day that is not a Business Day, the payment of principal and interest will be made on the next succeeding Business Day, and no interest on such payment shall accrue for the period from and after such Interest Payment Date or Maturity Date, as the case may be.

Interest Reset Dates. The rate of interest on each Floating Rate Note will be reset daily, weekly, monthly, quarterly, semiannually, or at any other interval specified in the applicable term sheet (such interval, the “Interest Reset Period”). The date or dates on which interest will be reset (each an “Interest Reset Date”), unless otherwise specified in the applicable term sheet, will be in the case of Floating Rate Notes which reset:

- daily – each Business Day;
- weekly – the Wednesday of each week, with the exception of weekly reset Floating Rate Notes as to which the Base Rate is Treasury Rate (as such terms are defined below), which will reset the Tuesday of each week;
- monthly – the third Wednesday of each month;
- quarterly – the third Wednesday of March, June, September, and December of each year; and
- semiannually – the third Wednesday of the two months specified in the applicable term sheet.

If any Interest Reset Date for any Floating Rate Note is not a Business Day, such Interest Reset Date will be postponed to the next day that is a Business Day, except that in the case of a LIBOR Note or a SOFR Note, if such Business Day falls in the next succeeding calendar month, such Interest Reset Date shall be the immediately preceding Business Day. Except as set forth above or in the applicable term sheet, the interest rate in effect on each day will be (a) if the day is an Interest Reset Date, the interest rate determined on the related Interest Determination Date (as such term is defined below) immediately preceding such Interest Reset Date, or (b) if the day is not an Interest Reset Date, the interest rate determined on the related Interest Determination Date immediately preceding the most recent Interest Reset Date. The applicable term sheet may also specify a date (an "Interest Rate Reset Cutoff Date") prior to an Interest Payment Date, which may be expressed as a number of days prior to the Interest Payment Date, on which the interest rate for a Floating Rate Note will no longer be subject to adjustment. Beginning on the Interest Rate Reset Cutoff Date, the interest rate applicable from and including the Interest Rate Reset Cutoff Date to but excluding the next Interest Payment Date shall be determined based on the interest rate then in effect on the Interest Rate Reset Cutoff Date.

Interest payments on each Interest Payment Date for each Note will include accrued interest from and including the issue date or from and including the last date in respect of which interest has been paid, as the case may be, to, but excluding such Interest Payment Date. On the Maturity Date, the interest payable on a Note will include interest accrued to, but excluding, the Maturity Date.

Except as specified otherwise in the applicable term sheet, each Floating Rate Note will accrue interest on an "Actual/360" basis, an "Actual/Actual" basis, or a "30/360" basis, in each case from the period from the settlement date to the Maturity Date, unless otherwise specified in the applicable term sheet. If no interest basis is specified in the applicable term sheet, interest on Floating Rate Notes will be paid on an "Actual/360" basis, or by the actual number of days in the year, in the case of Treasury Rate Notes. For Floating Rate Notes calculated on an Actual/360 basis and Actual/Actual basis, accrued interest for each Interest Calculation Period, as such term is defined below, will be calculated by multiplying:

- (1) the face amount of the Floating Rate Note;
- (2) the applicable interest rate; and
- (3) the actual number of days in the related Interest Calculation Period

and dividing the resulting product by 360 or 365, as applicable; or with respect to an Actual/Actual basis Floating Rate Note, if any portion of the related Interest Calculation Period falls in a leap year, the product of (1) and (2) above will be multiplied by the sum of:

- the actual number of days in that portion of the related Interest Calculation Period falling in a leap year divided by 366, and
- the actual number of days in that portion of the related Interest Calculation Period falling in a non-leap year divided by 365.

For Floating Rate Notes calculated on a 30/360 basis, accrued interest for an Interest Calculation Period will be computed on the basis of a 360-day year of twelve 30-day months, irrespective of how many days are actually in the Interest Calculation Period. Unless specified otherwise in the applicable term sheet, for Floating Rate Notes that accrue interest on a 30/360 basis, if any Interest Payment Date or the Maturity falls on a day that is not a Business Day, the related payment of principal or interest will be made on the next succeeding Business Day as if made on the date such payment was due, and no interest will accrue on the amount payable for the period from and after the Interest Payment Date or Maturity, as the case may be.

“Interest Calculation Period” means with respect to any period, the period from and including the most recent Interest Reset Date (or from and including the date of issue in the case of the first Interest Reset Date) to but excluding the next succeeding Interest Reset Date for which accrued interest is being calculated.

Interest Determination Dates. The interest rate applicable to each Interest Reset Period beginning on the Interest Reset Date with respect to that Interest Reset Period will be the rate determined on the applicable “Interest Determination Date,” as follows unless otherwise specified in the applicable term sheet:

- the Interest Determination Date for the CD Rate, the Commercial Paper Rate and the Prime Rate will be the second Business Day preceding each Interest Reset Date for the related note;
- the Interest Determination Date for the Federal Funds Rate will be the same day as the Interest Reset Date or the first Business Day preceding each Interest Reset Date, as specified in the term sheet for the related note;
- the Interest Determination Date for the Federal Funds Open Rate will be the same day as each Interest Reset Date for the related note;
- the Interest Determination Date for LIBOR will be the second London Business Day preceding each Interest Reset Date;
- the Interest Determination Date for SOFR and Compounded SOFR will be the second U.S. Government Securities Business Day preceding each Interest Reset Date for the related note;
- the Interest Determination Date for the Treasury Rate will be the day in the week in which the related Interest Reset Date falls on which day Treasury Bills, as such term is defined below, are normally auctioned. Treasury Bills are normally sold at auction on Monday of each week, unless that day is a legal holiday, in which case the auction is normally held on the following Tuesday, except that the auction may be held on the preceding Friday; provided, that if an auction is held on the Friday of the week preceding the related Interest Reset Date, the related Interest Determination Date will be that preceding Friday.

Unless otherwise specified in the applicable term sheet, the calculation agent for the Notes (the “Calculation Agent”) is Citibank, N.A.

The “Calculation Date,” where applicable, shall be the earlier of either (i) the tenth calendar day following the applicable Interest Determination Date, or if that day is not a Business Day, the next succeeding Business Day, or (ii) the Business Day preceding the applicable Interest Payment Date or Maturity Date, as the case may be.

Unless specified otherwise in the applicable term sheet, all percentages resulting from any interest rate calculation on Floating Rate Notes will be rounded to the nearest one hundred-thousandth of a percentage point, with five one millionths of a percentage point rounded upwards. For example, 9.876545% (or .09876545) would be rounded to 9.87655% (or .0987655), and all dollar amounts used in or resulting from the calculation on Floating Rate Notes will be rounded to the nearest cent with one-half cent being rounded upward.

### *CD Rate Notes*

CD rate notes (“CD Rate Notes”) will bear interest at the rates (calculated with reference to the CD Rate and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet. Unless specified otherwise in the applicable term sheet, “CD Rate” means the rate on the applicable Interest Determination Date for negotiable certificates of deposit having the Index Maturity as published in the source specified in the applicable term sheet.

The following procedures will be followed if the CD Rate cannot be determined as described above:

(1) If the rate referred to above is not published by 5:00 P.M., New York City time, on the related Calculation Date, then the CD Rate for the Interest Determination Date will be the rate on the applicable Interest Determination Date set forth under the caption specified in the applicable term sheet in another recognized electronic source for the purpose of displaying the applicable rate.

(2) If the rate referred to in clause (1) is not so published by 5:00 P.M., then the CD Rate for the applicable Interest Determination Date will be calculated by the Calculation Agent as the arithmetic mean of the secondary market offered rates at approximately 10:00 A.M., New York City time, as of the applicable Interest Determination Date of three leading nonbank dealers in negotiable U.S. dollar certificates of deposit in The City of New York, which may include the Calculation Agent and its affiliates, selected by the Calculation Agent (after consultation with us) for negotiable U.S. dollar certificates of deposit issued by major United States money center banks of the highest credit standing in the market for negotiable certificates of deposit with a remaining maturity closest to the Index Maturity designated in the applicable term sheet in the denomination of \$5,000,000.

(3) If the dealers selected by the Calculation Agent are not quoting as mentioned in clause (2) above, the CD Rate determined on the applicable Interest Determination Date will be the rate then in effect on the applicable Interest Determination Date.

#### *Commercial Paper Rate Notes*

Commercial paper rate notes (“Commercial Paper Rate Notes”) will bear interest at the rates (calculated with reference to the Commercial Paper Rate and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet. Unless specified otherwise in the applicable term sheet, “Commercial Paper Rate” means the Money Market Yield (as such term is defined below) on the applicable Interest Determination Date of the rate for commercial paper having the Index Maturity specified in the applicable term sheet published in the H.15 Daily Update under the heading “Commercial Paper — Nonfinancial.”

The following procedures will be followed if the Commercial Paper Rate cannot be determined as described above:

(1) If the rate referred to above is not so published in the H.15 Daily Update by 5:00 P.M., New York City time, on the related Calculation Date, then the Commercial Paper Rate for the applicable Interest Determination Date will be calculated by the Calculation Agent as the Money Market Yield of the arithmetic mean of the offered rates at approximately 11:00 A.M., New York City time, as of the applicable Interest Determination Date of three leading dealers of U.S. dollar commercial paper in The City of New York, which may include the Calculation Agent and its affiliates, selected by the Calculation Agent (after consultation with us) for U.S. dollar commercial paper having the Index Maturity designated in the applicable term sheet placed for industrial issuers whose bond rating is “Aa,” or the equivalent, from a nationally recognized rating agency.

(2) If the dealers selected by the Calculation Agent are not quoting as mentioned in clause (1) above, the Commercial Paper Rate determined on the applicable Interest Determination Date will be the rate then in effect on the applicable Interest Determination Date.

“H.15 Daily Update” means the Selected Interest Rates (Daily)—H.15 release, published by the Federal Reserve System Board of Governors, or its successor, available through the website of the Board of Governors of the Federal Reserve System at <http://www.federalreserve.gov/releases/h15> or any Successor Source.

“Money Market Yield” means the rate for which is quoted on a bank discount basis, a yield (expressed as a percentage) calculated in accordance with the following formula:

$$\text{Money Market Yield} = \frac{D \times 360}{360 - (D \times M)} \times 100$$

where:

“D” refers to the applicable per annum rate for commercial paper quoted on a bank discount basis and expressed as a decimal; and

“M” refers to the actual number of days in the interest period for which interest is being calculated.

“Successor Source” means, in relation to any display page, other published source, information vendor, or provider: (i) the successor display page, other published source, information vendor or provider that has been officially designated by the sponsor of the original page or source; or (ii) if the sponsor has not officially designated a successor display page, other published source, information vendor or provider (as the case may be), the successor display page, other published source, information vendor or provider, if any, designated by the relevant information vendor or provider (if different from the sponsor).

#### *Federal Funds Rate Notes*

Federal funds rate notes (“Federal Funds Notes”) will bear interest at the rates (calculated with reference to the Federal Funds Rate and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet. Unless specified otherwise in the applicable term sheet, “Federal Funds Rate” means the rate with respect to the applicable Interest Determination Date as set forth in the H.15 Daily Update for that day opposite the caption “EFFECT,” as such rate is displayed on the Reuters Screen FEDFUNDS1 Page or any Successor Source under the caption “EFFECT.”

The following procedures will be followed if the Federal Funds Rate cannot be determined as described above:

(1) If the rate referred to above is not so published by 5:00 P.M., New York City time, on the related Calculation Date, the Federal Funds Rate for the applicable Interest Determination Date will be calculated by the Calculation Agent as the arithmetic mean of the rates for the last transaction in overnight U.S. dollar federal funds arranged by three leading brokers of U.S. dollar federal funds transactions in The City of New York, which may include the Calculation Agent and its affiliates, selected by the Calculation Agent (after consultation with us) as of a time before 9:00 A.M., New York City time on the applicable Interest Determination Date.

(2) If the brokers so selected by the Calculation Agent are not quoting as referred to in clause (1) above, the Federal Funds Rate for the applicable Interest Determination Date will be the Federal Funds Rate then in effect on the applicable Interest Determination Date.

#### *Federal Funds Open Rate Notes*

Federal funds open rate notes (“Federal Funds Open Rate Notes”) will bear interest at the rates (calculated with reference to the Federal Funds Open Rate and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet. Unless specified otherwise in the applicable term sheet, “Federal Funds Open Rate” will be the rate for U.S. dollar federal funds on the applicable Interest Determination Date as displayed on Bloomberg Screen FEDSOPEN <INDEX> or any other successor screen for determining such rate available on Bloomberg.

The following procedures will be followed if the Federal Funds Open Rate cannot be determined as described above:

(1) If the rate referred to above does not appear on Bloomberg Screen FEDSOPEN <INDEX> or any other successor screen or is not published by 5:00 P.M., New York City time, on the related

Calculation Date, the Federal Funds Open Rate for the applicable Interest Determination Date will be the rate for that day displayed on Reuters page 5 under the heading "Federal Funds" and opposite the caption "Open," or any successor page for determining such rate available on Reuters or such other recognized electronic source used for the purpose of displaying the applicable rate.

(2) If the rate referred to in clause (1) does not appear on Reuters page 5 or any other successor page or is not published by 5:00 P.M., New York City time, on the related Calculation Date, the Federal Funds Open Rate for the applicable Interest Determination Date will be the rate for that day as displayed on Bloomberg Screen FFPREBON <INDEX>, or any successor screen for determining such rate available on Bloomberg.

(3) If the rate referred to in clause (2) does not appear on Bloomberg Screen FFPREBON <INDEX>, or any successor screen or is not published by 5:00 P.M., New York City time, on the related Calculation Date, the Federal Funds Open Rate for the applicable Interest Determination Date will be calculated by the Calculation Agent as the arithmetic mean of the rates for the last transaction in overnight, U.S. dollar federal funds, arranged before 9:00 A.M. New York City time on the relevant Interest Determination Date, quoted by three leading brokers of U.S. dollar federal funds transactions in New York City selected by the Calculation Agent.

(4) If the brokers so selected by the Calculation Agent are not quoting as referred to in clause (3) above, the Federal Funds Open Rate on the applicable Interest Determination Date will equal the Federal Funds Open Rate in effect on the applicable Interest Determination Date.

#### *LIBOR Notes*

LIBOR notes ("LIBOR Notes") will bear interest at the rates (calculated with reference to LIBOR and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet.

The Calculation Agent will determine "LIBOR" on each Interest Determination Date as follows:

(1) With respect to any Interest Determination Date, LIBOR will be generally determined as the average of the offered rates for U.S. dollar deposits in having the Index Maturity specified in the applicable term sheet beginning on the second London Business Day immediately after the Interest Determination Date, that appear on the Designated LIBOR Page as of 11:00 A.M., London time, on that Interest Determination Date (the "LIBOR Determination Time"), if at least two offered rates appear on the Designated LIBOR Page; provided that if the specified Designated LIBOR Page by its terms provides only for a single rate, that single rate will be used.

(2) If the rate referred to in clause (1) does not so appear, LIBOR for that Interest Determination Date will be determined based on the rates on that Interest Determination Date at approximately 11:00 A.M., London time, at which U.S. dollar deposits on that date for the period of the specified Index Maturity are offered to prime banks in the London interbank market by four major banks in that market selected by the Calculation Agent (after consultation with us) and in a principal amount that is representative for a single transaction in U.S. dollars in that market at that time. The offered rates must begin on the second London Business Day immediately after the Interest Determination Date. The Calculation Agent will request the principal London office of each of these banks to quote its rate. If the Calculation Agent receives at least two quotations, LIBOR will be the average of those quotations.

(3) If the Calculation Agent receives fewer than two quotations as referred to in clause (2), LIBOR will be the arithmetic mean of the rates quoted at approximately 11:00 A.M., London time, on the Interest Determination Date by major banks selected by the Calculation Agent (after consultation with us). The rates will be for loans in U.S. dollars to leading European banks having the specified Index Maturity beginning on the second London Business Day after that date and in a principal amount that is representative for a single transaction in U.S. dollars in that market at that time.

(4) If the banks so selected by the Calculation Agent are not quoting as referred to in clause (3) above, the rate of interest on the LIBOR Notes with respect to the following Interest Reset Period will be the rate of interest in effect on the applicable Interest Determination Date.

“Designated LIBOR Page” means the display page specified in the applicable term sheet, or if no page is so specified or LIBOR Reuters is specified, the display on Reuters on page LIBOR01 or any Successor Source, for the purpose of displaying the London interbank rates of major banks for the U.S. dollar deposits.

Effect of a Benchmark Transition Event:

Notwithstanding the foregoing, if we or our designee determines on or prior to the Reference Time that a Benchmark Transition Event and its related Benchmark Replacement Date have occurred in respect of any determination of the Benchmark on any date, the Benchmark Replacement will replace the then-current Benchmark for all purposes relating to the LIBOR Notes in respect of such determination on such date and all determinations on all subsequent dates.

In connection with the implementation of a Benchmark Replacement, we or our designee will have the right to make Benchmark Replacement Conforming Changes from time to time.

Any determination, decision or election that may be made by us or our designee pursuant to this Information Memorandum, including a determination with respect to a tenor, rate or adjustment or of the occurrence or non-occurrence of an event, circumstance or date and any decision to take or refrain from taking any action or any selection:

- (1) will be conclusive and binding absent manifest error;
- (2) will be made in our or our designee’s sole discretion; and
- (3) notwithstanding anything to the contrary in the documentation relating to the LIBOR Notes, shall become effective without consent from the holders of the LIBOR Notes or any other party.

Certain Definitions relating to the LIBOR Notes:

“Benchmark” means, initially, the U.S. dollar LIBOR setting specified in the applicable term sheet; provided that if we or our designee determines on or prior to the Reference Time that a Benchmark Transition Event and its related Benchmark Replacement Date have occurred with respect to the U.S. dollar LIBOR setting specified in the applicable term sheet or the then-current Benchmark, then “Benchmark” means the applicable Benchmark Replacement.

“Benchmark Replacement” means the Interpolated Benchmark; provided that if we or our designee cannot determine the Interpolated Benchmark as of the Benchmark Replacement Date, then “Benchmark Replacement” means the first alternative set forth in the order below that can be determined by us or our designee as of the Benchmark Replacement Date:

- (1) the sum of: (a) Term SOFR and (b) the Benchmark Replacement Adjustment;
- (2) the sum of: (a) Compounded SOFR and (b) the Benchmark Replacement Adjustment;
- (3) the sum of: (a) the alternate rate of interest that has been selected or recommended by the Relevant Governmental Body as the replacement for the then-current Benchmark for the applicable Corresponding Tenor and (b) the Benchmark Replacement Adjustment;



- (4) the sum of: (a) the ISDA Fallback Rate and (b) the Benchmark Replacement Adjustment; or
- (5) the sum of: (a) the alternate rate of interest that has been selected by us or our designee as the replacement for the then-current Benchmark for the applicable Corresponding Tenor giving due consideration to any industry-accepted rate of interest as a replacement for the then-current Benchmark for U.S. dollar-denominated floating rate notes at such time and (b) the Benchmark Replacement Adjustment.

“Benchmark Replacement Adjustment” means the first alternative set forth in the order below that can be determined by us or our designee as of the Benchmark Replacement Date:

- (1) the spread adjustment, or method for calculating or determining such spread adjustment, (which may be a positive or negative value or zero) that has been selected or recommended by the Relevant Governmental Body for the applicable Unadjusted Benchmark Replacement;
- (2) if the applicable Unadjusted Benchmark Replacement is equivalent to the ISDA Fallback Rate, the ISDA Fallback Adjustment; or
- (3) the spread adjustment (which may be a positive or negative value or zero) that has been selected by us or our designee giving due consideration to any industry-accepted spread adjustment, or method for calculating or determining such spread adjustment, for the replacement of the then-current Benchmark with the applicable Unadjusted Benchmark Replacement for U.S. dollar-denominated floating rate notes at such time.

“Benchmark Replacement Conforming Changes” means, with respect to any Benchmark Replacement, any technical, administrative or operational changes (including changes to the definition of the Interest Reset Period, the Interest Payment Calculation Period or the Interest Period, timing and frequency of determining rates and making payments of interest, rounding of amounts or tenors, and other administrative matters) that we or our designee decides may be appropriate to reflect the adoption of such Benchmark Replacement in a manner substantially consistent with market practice (or, if we or our designee decides that adoption of any portion of such market practice is not administratively feasible or if we or our designee determines that no market practice for use of the Benchmark Replacement exists, in such other manner as we or our designee determines is reasonably necessary).

“Benchmark Replacement Date” means the earliest to occur of the following events with respect to the then-current Benchmark:

- (1) in the case of clause (1) or (2) of the definition of “Benchmark Transition Event,” the later of (a) the date of the public statement or publication of information referenced therein and (b) the date on which the administrator of the Benchmark permanently or indefinitely ceases to provide the Benchmark; or
- (2) in the case of clause (3) of the definition of “Benchmark Transition Event,” the date of the public statement or publication of information referenced therein.

For the avoidance of doubt, if the event that gives rise to the Benchmark Replacement Date occurs on the same day as, but earlier than, the Reference Time in respect of any determination, the Benchmark Replacement Date will be deemed to have occurred prior to the Reference Time for such determination.

“Benchmark Transition Event” means the occurrence of one or more of the following events with respect to the then-current Benchmark:

- (1) a public statement or publication of information by or on behalf of the administrator of the Benchmark announcing that such administrator has ceased or will cease to provide the Benchmark, permanently or indefinitely, provided that, at the time of such statement or publication, there is no successor administrator that will continue to provide the Benchmark;
- (2) a public statement or publication of information by the regulatory supervisor for the administrator of the Benchmark, the central bank for the currency of the Benchmark, an insolvency official with jurisdiction over the administrator for the Benchmark, a resolution authority with jurisdiction over the administrator for the Benchmark or a court or an entity with similar insolvency or resolution authority over the administrator for the Benchmark, which states that the administrator of the Benchmark has ceased or will cease to provide the Benchmark permanently or indefinitely, provided that, at the time of such statement or publication, there is no successor administrator that will continue to provide the Benchmark; or
- (3) a public statement or publication of information by the regulatory supervisor for the administrator of the Benchmark announcing that the Benchmark is no longer representative.

“Compounded SOFR” means the compounded average of SOFRs for the applicable Corresponding Tenor, with the rate, or methodology for this rate, and conventions for this rate (which will be compounded in arrears with a lookback and/or suspension period as a mechanism to determine the interest amount payable prior to the end of each Interest Period) being established by us or our designee in accordance with:

- (1) the rate, or methodology for this rate, and conventions for this rate selected or recommended by the Relevant Governmental Body for determining Compounded SOFR; provided that:
- (2) if, and to the extent that, we or our designee determines that Compounded SOFR cannot be determined in accordance with clause (1) above, then the rate, or methodology for this rate, and conventions for this rate that have been selected by us or our designee giving due consideration to any industry-accepted market practice for U.S. dollar denominated floating rate notes at such time.

“Corresponding Tenor” with respect to a Benchmark Replacement means a tenor (including overnight) having approximately the same length (disregarding business day adjustment) as the applicable tenor for the then-current Benchmark.

“Interpolated Benchmark” with respect to the Benchmark means the rate determined for the Corresponding Tenor by interpolating on a linear basis between: (1) the Benchmark for the longest period (for which the Benchmark is available) that is shorter than the Corresponding Tenor and (2) the Benchmark for the shortest period (for which the Benchmark is available) that is longer than the Corresponding Tenor.

“ISDA” means the International Swaps and Derivatives Association, Inc.

“ISDA Definitions” means the 2006 ISDA Definitions published by ISDA or any successor thereto, as amended or supplemented from time to time, or any successor definitional booklet for interest rate derivatives published from time to time.

“ISDA Fallback Adjustment” means the spread adjustment (which may be a positive or negative value or zero) that would apply for derivatives transactions referencing the ISDA Definitions to be

determined upon the occurrence of an index cessation event with respect to the Benchmark (for the applicable tenor).

“ISDA Fallback Rate” means the rate that would apply for derivatives transactions referencing the ISDA Definitions to be effective upon the occurrence of an index cessation date with respect to the Benchmark for the applicable tenor excluding the applicable ISDA Fallback Adjustment.

“New York Federal Reserve” means the Federal Reserve Bank of New York (or a successor administrator of SOFR).

“New York Federal Reserve’s Website” means the website of the New York Federal Reserve, currently at <http://www.newyorkfed.org>, or any successor source.

“Reference Time” with respect to any determination of the Benchmark means (1) if the Benchmark is the U.S. dollar LIBOR setting specified in the applicable term sheet, the LIBOR Determination Time, and (2) if the Benchmark is not the U.S. dollar LIBOR setting specified in the applicable term sheet, the time determined by us or our designee after giving effect to the Benchmark Replacement Conforming Changes.

“Relevant Governmental Body” means the Federal Reserve Board and/or the Federal Reserve Bank of New York, or a committee officially endorsed or convened by the Federal Reserve Board and/or the Federal Reserve Bank of New York or any successor thereto.

“SOFR” means the daily secured overnight financing rate as provided by the New York Federal Reserve on the New York Federal Reserve’s Website.

“Term SOFR” means the forward-looking term rate for the applicable Corresponding Tenor based on SOFR that has been selected or recommended by the Relevant Governmental Body.

“Unadjusted Benchmark Replacement” means the Benchmark Replacement excluding the Benchmark Replacement Adjustment.

#### *Prime Rate Notes*

Prime rate notes (“Prime Rate Notes”) will bear interest at the rates (calculated with reference to the Prime Rate and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet. Unless specified otherwise in the applicable term sheet, “Prime Rate” means the rate on the applicable Interest Determination Date set forth in the H.15 Daily Update opposite the caption “Bank prime loan.”

The following procedures will be followed if the Prime Rate cannot be determined as described above:

(1) If the rate referred to above is not so published by 5:00 P.M., New York City time, on the related Calculation Date, the Prime Rate for the applicable Interest Determination Date will be the rate calculated by the Calculation Agent as the arithmetic mean of the rates of interest publicly announced by each bank that appears on the Reuters Page US PRIME 1, as such term is defined below, as that bank’s prime rate or base lending rate, as of 11:00 A.M. New York City time, for the applicable Interest Determination Date.

(2) If the rate referred to in clause (1) above is not so published by 5:00 P.M., New York City time, on the related Calculation Date, the Prime Rate for the applicable Interest Determination Date will be the rate calculated by the Calculation Agent as the arithmetic mean of the rates of interest publicly announced by three major banks, which may include the Calculation Agent and its affiliates, in New York City selected by the Calculation Agent (after consultation with us) as its U.S. dollar prime rate or base lending rate as in effect for that day. Each change in the prime rate or base

lending rate so announced by such bank will be effective as of the effective date of the announcement or, if no effective date is specified, as of the date of the announcement.

(3) If the banks selected by the Calculation Agent are not quoting as described in clause (2) above, the Prime Rate for the applicable Interest Determination Date will be the Prime Rate then in effect on the applicable Interest Determination Date.

“Reuters Page US PRIME 1” means the display designated as the “US PRIME 1” page on Reuters, or any Successor Source, for the purpose of displaying prime rates or base lending rates of major U.S. Banks.

#### *SOFR Notes*

SOFR notes (“SOFR Notes”) will bear interest at the rate (calculated with reference to “SOFR” or “Compounded SOFR,” as applicable, and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet.

Unless specified otherwise in the applicable term sheet, “SOFR” means, with respect to any Interest Reset Date, the rate determined in accordance with the following procedures:

(1) the Secured Overnight Financing Rate for the applicable Interest Determination Date published as of the relevant Reference Time; provided that:

(2) if the rate specified in clause (1) above does not so appear as of the relevant Reference Time, then:

- i. if a Benchmark Transition Event and its related Benchmark Replacement Date have not occurred with respect to the Secured Overnight Financing Rate, then SOFR shall be the Secured Overnight Financing Rate published on the New York Federal Reserve’s Website for the first preceding U.S. Government Securities Business Day for which the Secured Overnight Financing Rate was published on the New York Federal Reserve’s Website; or
- ii. if a Benchmark Transition Event and its related Benchmark Replacement Date have occurred with respect to the Secured Overnight Financing Rate, then SOFR shall be the rate determined pursuant to the “Effect of a Benchmark Transition Event” provisions described below.

Unless specified otherwise in the applicable term sheet, amount of interest accrued and payable on SOFR Notes calculated with reference to Compounded SOFR for each Interest Period will be equal to the product of (i) the outstanding principal amount of such SOFR Notes multiplied by (ii) the product of (a) Interest Rate (Compounded SOFR plus Spread) for the relevant Interest Period multiplied by (b) the quotient of the actual number of calendar days in such Interest Period divided by 360.

Unless specified otherwise in the applicable term sheet, “Compounded SOFR” means, with respect to any Interest Period, the rate computed in accordance with the following formula:

$$\left( \frac{SOFR\ Index_{End}}{SOFR\ Index_{Start}} - 1 \right) \times \left( \frac{360}{d_c} \right)$$

where:

“Interest Period” means the period from and including an Interest Payment Date (or, in the case of the first Interest Period, the settlement date) to, but excluding, the next Interest Payment Date (or, in the case of the final Interest Period, the Maturity Date) (the “latter Interest Payment Date”).

“Observation Period” means the period from and including two U.S. Government Securities Business Days preceding an Interest Payment Date to but excluding two U.S. Government Securities Business Days preceding the next Interest Payment Date, provided that the first Observation Period shall be from and including two U.S. Government Securities Business Days preceding the settlement date to but excluding the two U.S. Government Securities Business Days preceding the first Interest Payment Date.

“*SOFR Index<sub>Start</sub>*” is the SOFR Index value for the day which is two U.S. Government Securities Business Days preceding the first date of the relevant Interest Period;

“*SOFR Index<sub>End</sub>*” is the SOFR Index value for the day which is two U.S. Government Securities Business Days preceding the latter Interest Payment Date relating to such Interest Period; and

“*d<sub>c</sub>*” is the actual number of calendar days in such Observation Period.

For purposes of determining Compounded SOFR, “SOFR Index” means, with respect to any U.S. Government Securities Business Day:

- (1) the SOFR Index value as published for such U.S. Government Securities Business Day by the New York Federal Reserve as such index appears on the New York Federal Reserve’s Website at the relevant Reference Time; provided that:
- (2) if a SOFR Index value does not so appear as specified in clause (1) above at the relevant Reference Time, then:
  - (i). if a Benchmark Transition Event and its related Benchmark Replacement Date have not occurred with respect to the Secured Overnight Financing Rate, then Compounded SOFR shall be the rate determined pursuant to the “SOFR Index Unavailable” provisions described below; or
  - (ii). if a Benchmark Transition Event and its related Benchmark Replacement Date have occurred with respect to the Secured Overnight Financing Rate, then Compounded SOFR shall be the rate determined pursuant to the “Effect of a Benchmark Transition Event” provisions described below.

SOFR Index Unavailable:

If a *SOFR Index<sub>Start</sub>* or *SOFR Index<sub>End</sub>* is not published on the associated Interest Determination Date and a Benchmark Transition Event and its related Benchmark Replacement Date have not occurred with respect to the Secured Overnight Financing Rate, “Compounded SOFR” means, for the applicable Interest Period for which such index is not available, the rate of return on a daily compounded interest investment calculated in accordance with the formula for SOFR Averages, and definitions required for such formula, published on the New York Federal Reserve’s Website at <https://www.newyorkfed.org/markets/treasury-repo-reference-rates-information>. For the purposes of this provision, references in the SOFR Averages compounding formula and related definitions to “calculation period” shall be replaced with “Observation Period” and the words “that is, 30-, 90-, or 180- calendar days” shall be removed. If the daily Secured Overnight Financing Rate (“SOFR<sub>i</sub>”) does not so appear for any day, “i” in the Observation Period, SOFR<sub>i</sub> for such day “i” shall be the Secured Overnight Financing Rate published in respect of the first preceding U.S. Government Securities Business Day for which the Secured Overnight Financing Rate was published on the New York Federal Reserve’s Website.

Effect of a Benchmark Transition Event:

If we or our designee determines on or prior to the relevant Reference Time that a Benchmark Transition Event and its related Benchmark Replacement Date have occurred with respect to the then-current Benchmark, the Benchmark Replacement will replace the then-current Benchmark for all purposes relating to the SOFR Notes in respect of all determinations on such date and for all determinations on all subsequent dates.

In connection with the implementation of a Benchmark Replacement, we or our designee will have the right to make Benchmark Replacement Conforming Changes from time to time.

Any determination, decision or election that may be made by us or our designee pursuant to this Information Memorandum, including a determination with respect to a tenor, rate or adjustment or of the occurrence or non-occurrence of an event, circumstance or date and any decision to take or refrain from taking any action or any selection:

- (1) will be conclusive and binding absent manifest error;
- (2) will be made in our or our designee's sole discretion; and
- (3) notwithstanding anything to the contrary in the documentation relating to the SOFR Notes, shall become effective without consent from the holders of the SOFR Notes or any other party.

Certain Definitions relating to the SOFR Notes:

"Benchmark" means, initially, the Secured Overnight Financing Rate or Compounded SOFR, as specified in the applicable term sheet; provided that if we or our designee determines on or prior to the relevant Reference Time that a Benchmark Transition Event and its related Benchmark Replacement Date have occurred with respect to the Secured Overnight Financing Rate or Compounded SOFR (or the daily published SOFR Index used in the calculation thereof), as applicable, or the then-current Benchmark, then "Benchmark" means the applicable Benchmark Replacement.

"Benchmark Replacement" means the first alternative set forth in the order below that can be determined by us or our designee as of the Benchmark Replacement Date:

- (1) the sum of: (a) the alternate rate of interest that has been selected or recommended by the Relevant Governmental Body as the replacement for the then-current Benchmark (for the applicable Corresponding Tenor if the then-current Benchmark is the Secured Overnight Financing Rate) and (b) the Benchmark Replacement Adjustment;
- (2) the sum of: (a) the ISDA Fallback Rate and (b) the Benchmark Replacement Adjustment;  
or
- (3) the sum of: (a) the alternate rate of interest that has been selected by us or our designee as the replacement for the then-current Benchmark (for the applicable Corresponding Tenor if the then-current Benchmark is the Secured Overnight Financing Rate) giving due consideration to any industry-accepted rate of interest as a replacement for the then-current Benchmark for U.S. dollar-denominated floating rate notes at such time and (b) the Benchmark Replacement Adjustment.

"Benchmark Replacement Adjustment" means the first alternative set forth in the order below that can be determined by us or our designee as of the Benchmark Replacement Date:

- (1) the spread adjustment, or method for calculating or determining such spread adjustment, (which may be a positive or negative value or zero) that has been selected or

recommended by the Relevant Governmental Body for the applicable Unadjusted Benchmark Replacement;

- (2) if the applicable Unadjusted Benchmark Replacement is equivalent to the ISDA Fallback Rate, the ISDA Fallback Adjustment; or
- (3) the spread adjustment (which may be a positive or negative value or zero) that has been selected by us or our designee giving due consideration to any industry-accepted spread adjustment, or method for calculating or determining such spread adjustment, for the replacement of the then-current Benchmark with the applicable Unadjusted Benchmark Replacement for U.S. dollar-denominated floating rate notes at such time.

“Benchmark Replacement Conforming Changes” means, with respect to any Benchmark Replacement, any technical, administrative or operational changes (including changes to the definition of the Interest Payment Calculation Period or Interest Period, as applicable, timing and frequency of determining rates and making payments of interest, rounding of amounts or tenors, and other administrative matters) that we or our designee decides may be appropriate to reflect the adoption of such Benchmark Replacement in a manner substantially consistent with market practice (or, if we or our designee decides that adoption of any portion of such market practice is not administratively feasible or if we or our designee determines that no market practice for use of the Benchmark Replacement exists, in such other manner as we or our designee determines is reasonably necessary).

“Benchmark Replacement Date” means the earliest to occur of the following events with respect to the then-current Benchmark (including the daily published component used in the calculation thereof with respect to Compounded SOFR):

- (1) in the case of clause (1) or (2) of the definition of “Benchmark Transition Event,” the later of (a) the date of the public statement or publication of information referenced therein and (b) the date on which the administrator of the Benchmark permanently or indefinitely ceases to provide the Benchmark (or such component); or
- (2) in the case of clause (3) of the definition of “Benchmark Transition Event,” the date of the public statement or publication of information referenced therein.

For the avoidance of doubt, if the event that gives rise to the Benchmark Replacement Date occurs on the same day as, but earlier than, the relevant Reference Time in respect of any determination, the Benchmark Replacement Date will be deemed to have occurred prior to the relevant Reference Time for such determination.

For the avoidance of doubt, for purposes of the definitions of Benchmark Replacement Date and Benchmark Transition Event, references to Benchmark also include any reference rate underlying such Benchmark.

“Benchmark Transition Event” means the occurrence of one or more of the following events with respect to the then-current Benchmark (including the daily published component used in the calculation thereof with respect to Compounded SOFR):

- (1) a public statement or publication of information by or on behalf of the administrator of the Benchmark (or such component) announcing that such administrator has ceased or will cease to provide the Benchmark (or such component), permanently or indefinitely, provided that, at the time of such statement or publication, there is no successor administrator that will continue to provide the Benchmark (or such component);

- (2) a public statement or publication of information by the regulatory supervisor for the administrator of the Benchmark (or such component), the central bank for the currency of the Benchmark (or such component), an insolvency official with jurisdiction over the administrator for the Benchmark (or such component), a resolution authority with jurisdiction over the administrator for the Benchmark (or such component) or a court or an entity with similar insolvency or resolution authority over the administrator for the Benchmark, which states that the administrator of the Benchmark (or such component) has ceased or will cease to provide the Benchmark (or such component) permanently or indefinitely, provided that, at the time of such statement or publication, there is no successor administrator that will continue to provide the Benchmark (or such component);  
or
- (3) a public statement or publication of information by the regulatory supervisor for the administrator of the Benchmark announcing that the Benchmark is no longer representative.

“Corresponding Tenor” with respect to a Benchmark Replacement means a tenor (including overnight) having approximately the same length (disregarding business day adjustment) as the applicable tenor for the then-current Benchmark.

“ISDA” means the International Swaps and Derivatives Association, Inc.

“ISDA Definitions” means the 2006 ISDA Definitions published by ISDA or any successor thereto, as amended or supplemented from time to time, or any successor definitional booklet for interest rate derivatives published from time to time.

“ISDA Fallback Adjustment” means the spread adjustment (which may be a positive or negative value or zero) that would apply for derivatives transactions referencing the ISDA Definitions to be determined upon the occurrence of an index cessation event with respect to the Benchmark (for the applicable tenor).

“ISDA Fallback Rate” means the rate that would apply for derivatives transactions referencing the ISDA Definitions to be effective upon the occurrence of an index cessation date with respect to the Benchmark for the applicable tenor excluding the applicable ISDA Fallback Adjustment.

“New York Federal Reserve” means the Federal Reserve Bank of New York (or a successor administrator of the Secured Overnight Financing Rate).

“New York Federal Reserve’s Website” means the website of the New York Federal Reserve, currently at <http://www.newyorkfed.org>, or any successor source.

“Reference Time” with respect to any determination of the Benchmark means (1) if the Benchmark is the Secured Overnight Financing Rate, 5:00 P.M., New York City time, on the U.S. Government Securities Business Day immediately following such Interest Determination Date, (2) if the Benchmark is Compounded SOFR, 3:00 P.M., New York City time, on such U.S. Government Securities Business Day and (3) if the Benchmark is not the Secured Overnight Financing Rate or Compounded SOFR, the time determined by us or our designee after giving effect to the Benchmark Replacement Conforming Changes.

“Relevant Governmental Body” means the Federal Reserve Board and/or the Federal Reserve Bank of New York, or a committee officially endorsed or convened by the Federal Reserve Board and/or the Federal Reserve Bank of New York or any successor thereto.

“Secured Overnight Financing Rate” means the daily secured overnight financing rate as provided by the New York Federal Reserve on the New York Federal Reserve’s Website.



“Unadjusted Benchmark Replacement” means the Benchmark Replacement excluding the Benchmark Replacement Adjustment.

“U.S. Government Securities Business Day” means a day other than a Saturday, Sunday or a day on which the Securities Industry and Financial Markets Association recommends that the fixed income departments of its members be closed for the entire day for purposes of trading in U.S. Government securities.

#### *Treasury Rate Notes*

Treasury rate notes (“Treasury Rate Notes”) will bear interest at the rates (calculated with reference to the Treasury Rate and the Spread and/or Spread Multiplier, if any) specified in the applicable term sheet. Unless specified otherwise in the applicable term sheet, “Treasury Rate” means the rate from the auction held on the applicable Interest Determination Date (“Auction”) of direct obligations of the United States (“Treasury Bills”) having the Index Maturity specified in the applicable term sheet which appears on either the Reuters Screen USAUCTION10 Page or any Successor Source or the Reuters Screen USAUCTION11 Page or any Successor Source opposite such Index Maturity under the heading “INVEST RATE.”

The following procedures will be followed if the Treasury Rate cannot be determined as described above:

(1) If the rate referred to above is not so published by 3:00 P.M., New York City time, on the related Calculation Date, the Treasury Rate for the applicable Interest Determination Date will be the Bond Equivalent Yield of the auction rate of the applicable Treasury Bills announced by the United States Department of the Treasury.

(2) if the rate described in clause (1) above is not announced by the United States Department of the Treasury, or if the Auction is not held, the Treasury Rate for the applicable Interest Determination Date will be the Bond Equivalent Yield of the rate on the applicable Interest Determination Date of Treasury Bills having the Index Maturity specified in the applicable term sheet set forth in the H.15 Daily Update under the caption “U.S. government securities/Treasury bills/(secondary market).”

(3) If the rate described in clause (2) above is not so published by 3:00 P.M., New York City time, on the related Calculation Date, the Treasury Rate for the applicable Interest Determination Date will be the rate on the applicable Interest Determination Date of the applicable Treasury Bills as published in the H.15 Daily Update under the caption “U.S. Government securities/Treasury bills/Secondary market.”

(4) If the rate described in clause (3) above is not so published by 3:00 P.M., New York City time, on the related Calculation Date, the Treasury Rate for the applicable Interest Determination Date will be the rate on the applicable Interest Determination Date calculated by the Calculation Agent as the Bond Equivalent Yield of the arithmetic mean of the secondary market bid rates, as of approximately 3:30 P.M., New York City time, on the applicable Interest Determination Date, of three primary United States government securities dealers, which may include the Calculation Agent or its affiliates, selected by the Calculation Agent (after consultation with us), for the issue of Treasury Bills with a remaining maturity closest to the Index Maturity specified in the applicable term sheet.

(5) If the dealers selected by the Calculation Agent are not quoting as described in clause (4) above, the Treasury Rate for the applicable Interest Determination Date will be the rate then in effect on the applicable Interest Determination Date.

“Bond Equivalent Yield” means the rate for which is quoted on a bank discount basis, a yield (expressed as a percentage) calculated in accordance with the following formula:

$$\text{Bond Equivalent Yield} = \frac{D \times N}{360 - (D \times M)} \times 100$$

where:

“D” refers to the applicable per annum rate for Treasury Bills quoted on a bank discount basis and expressed as a decimal;

“N” refers to 365 or 366, as the case may be; and

“M” refers to the actual number of days in the interest period for which interest is being calculated.

## **DISCLAIMER**

IN MAKING AN INVESTMENT DECISION, PROSPECTIVE PURCHASERS MUST RELY ON THEIR OWN EXAMINATION OF THE ISSUER AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED. THESE NOTES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.