

## Final Terms dated 29 September 2017

### Belfius Financing Company SA

Issue of Belfius Financing Company (LU) Euro Optimal Performance 11/2023

Guaranteed by Belfius Bank SA/NV

under the

**Belfius Financing Company SA**

and

**Belfius Bank SA/NV**

### Notes Issuance Programme

#### PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the Base Prospectus dated 26 September 2017, which constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the “Prospectus Directive”). **This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Base Prospectus and any supplement thereto.** These Final Terms and the Base Prospectus together constitute the Programme for the Tranche. Full information on the Issuer, the Guarantor and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus is available for inspection at the office of the Guarantor, the office of the Issuer and the website [www.belfius.be](http://www.belfius.be). A summary of the offer of the Notes is provided in an annex to the Final Terms.

1	(i)	Issuer:	Belfius Financing Company SA
	(ii)	Guarantor:	Belfius Bank SA/NV
	(iii)	Calculation Agent:	Belfius Bank SA/NV
2	(i)	Series Number:	649
	(ii)	Tranche Number:	1
3		Specified Currency or Currencies:	EUR
4		Maximum Amount:	
	(i)	Series:	Not Applicable
	(ii)	Tranche:	Not Applicable
5		Minimum Amount:	
	(i)	Series:	EUR 3,000,000
	(ii)	Tranche:	Not Applicable
6		Offering Period:	From 2 October 2017 until 19 November 2017 (21:00 Brussels time, except in case of early closing)
7		Issue Price:	100 per cent.
8		Brokerage Fee:	Not Applicable
9		Denominations:	EUR 1,000

10	Issue Date:	24 November 2017
11	Maturity Date:	24 November 2023
12	Interest Basis:	Not Applicable
13	Redemption/Payment Basis:	Variable Linked Redemption (further particulars specified below)
14	Change of Interest or Redemption/Payment Basis:	Not Applicable
15	Call Options:	Not Applicable
16	Mandatory Early Redemption:	Not Applicable
17	Status of the Notes:	Preferred Senior Notes
18	Date Board approval for issuance of Notes obtained:	8 September 2017
19	Form of Notes:	Bearer Notes
20	New Global Note:	Not Applicable

#### PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

21	Fixed Rate Note Provisions	Not Applicable
22	Floating Rate Note Provisions	Not Applicable
23	Zero Coupon Note Provisions	Not Applicable
24	Variable Linked Rate Note Provisions	Not Applicable

#### PROVISIONS RELATING TO REDEMPTION

25	Call Option	Not Applicable
26	Mandatory Early Redemption	Not Applicable
27	Redemption Amount(s) of each Note	

##### Variable Linked Redemption

- (i) Underlying: Share Index
- (ii) Variable Linked Redemption Amount: Category C. Structures with one payment at maturity without cap (prospectus pages 91)

$$\text{Formula } i = \text{Denomination} + [\text{Denomination} \times (\text{Participation Rate}_i \times \max(X\%_i, \text{Performance}_i) + \text{Bonus}_i)]$$

With  $i = 6$

1) Underlying : EuroStoxx 50 (Price) Index (Bloomberg Code : SX5E)

2)  $\text{Performance}_6$  will be  $\frac{\text{Final Price} - \text{Initial Price}}{\text{Initial Price}}$  if Final Price is  $\geq$  Initial Price (Subdivision c) is applicable), no reset for the Initial Price

$\text{Performance}_6$  will be  $\frac{\text{Final Price}}{\text{Initial Price}}$  if Final Price is  $<$  Initial Price (Subdivision g) is applicable)

3) Not Applicable

4) Condition is activated in respect of the  $\text{Performance}_6$ ,  $\text{Bonus}_6$ , the floor  $X\%_6$  as well as the  $\text{Participation Rate}_6$

5)  $\text{Bonus}_6 = 0\%$  if the Final Price is at or above the Initial Price

$\text{Bonus}_6 = - \text{Denomination}$  if the Final Price is below Initial Price

6)  $\text{Participation Rate}_6 = 100\%$  if the Final Price is at or above the Initial Price

$\text{Participation Rate}_6 = 125\%$  if the Final Price is below the Initial Price

7)  $X\%_6 = 25\%$  if Final Price  $\geq$  Initial Price.

Not Applicable if Final Price is < Initial Price

8) no Daycount

By applying the components above, to the Formula mentioned above, the Variable Linked Rate Amount shall be calculated by applying the following formula:

if Final Price  $\geq$  Initial Price.

$$Denomination + \left[ Denomination \times \left( \max \left( \left( \frac{Final\ Price - Initial\ Price}{Initial\ Price} \right); 25\% \right) \right) \right]$$

If Final Price is < Initial Price:

$$Denomination \times \left[ 125\% \times \left( \frac{Final\ Price}{Initial\ Price} \right) \right]$$

(iii) Business Days:	TARGET
(iv) Business Day Convention:	Following
(v) Initial Averaging:	Not Applicable
(vi) Averaging:	Not Applicable
28 Partial Redemption:	Not Applicable

#### VARIABLE LINKED PROVISIONS

(i) Index:	EuroStoxx 50 (Price) Index (Bloomberg Code: SX5E)
(ii) Exchange:	Multiple Exchange
(iii) Related Exchange:	All Exchanges
(iv) Valuation Date(s):	10 November 2023
(v) Initial Valuation Date:	24 November 2017

#### DISTRIBUTION

Dealer(s):	Belfius Bank SA/NV
Selling fees:	Not Applicable
Additional selling restrictions:	Not Applicable

#### OPERATIONAL INFORMATION

ISIN Code:	XS1691798323
Common Code:	169179832
Clearing System(s):	Euroclear / Clearstream
Principal Paying Agent:	Banque Internationale à Luxembourg, SA
Paying Agent:	Belfius Bank SA / NV

#### SECONDARY MARKET

Applicable	
Maximum Spread:	Conform to the market conditions
Maximum Commission:	0.60 per cent.
Maximum Exit Penalty:	3.00 per cent.

**RESPONSIBILITY**

The Issuer and the Guarantor accepts responsibility for the information contained in these Final Terms.

Signed on behalf of the Issuer:

By:.....

Duly authorised

Signed on behalf of the Guarantor:

By:.....

Duly authorised

## PART B – OTHER INFORMATION

### RISK INDICATOR

*In order to increase the transparency of the risks involved in investment products, Belfius Bank SA/NV has developed a synthetic risk indicator through a scale going from 0 (lowest risk) to 6 (highest risk). The exact risk level for any investment product is determined in function of following criteria: the degree to which capital will be refunded at maturity, term of the relevant Note, type of return (distribution or capitalisation), credit risk and complexity (Underlying and strategy). Other important criteria, such as the liquidity risk of Belfius Bank SA/NV and the market risk, are not taken into account.*

**Risk Level:** **6**

### SIMULATIONS AND INTERNAL RATE OF RETURN

Case 1: Final Price is below 100% of the Initial Price				Case 2: Final Price is below 100% of the Initial Price			
Maturity Date	Final Price is 50% of the Initial Price	Variable Amount	Variable Linked Redemption Amount	Maturity Date	Final Price is 75% of the Initial Price	Variable Amount	Variable Linked Redemption Amount
24/11/2023	-50%	62.50%	62.50	24/11/2023	-25%	93.75%	93.75
<b>Gross IRR</b>	<b>-7.53%</b>			<b>Gross IRR</b>	<b>-1.07%</b>		
<b>Net IRR</b>	<b>-7.53%</b>			<b>Net IRR</b>	<b>-1.07%</b>		

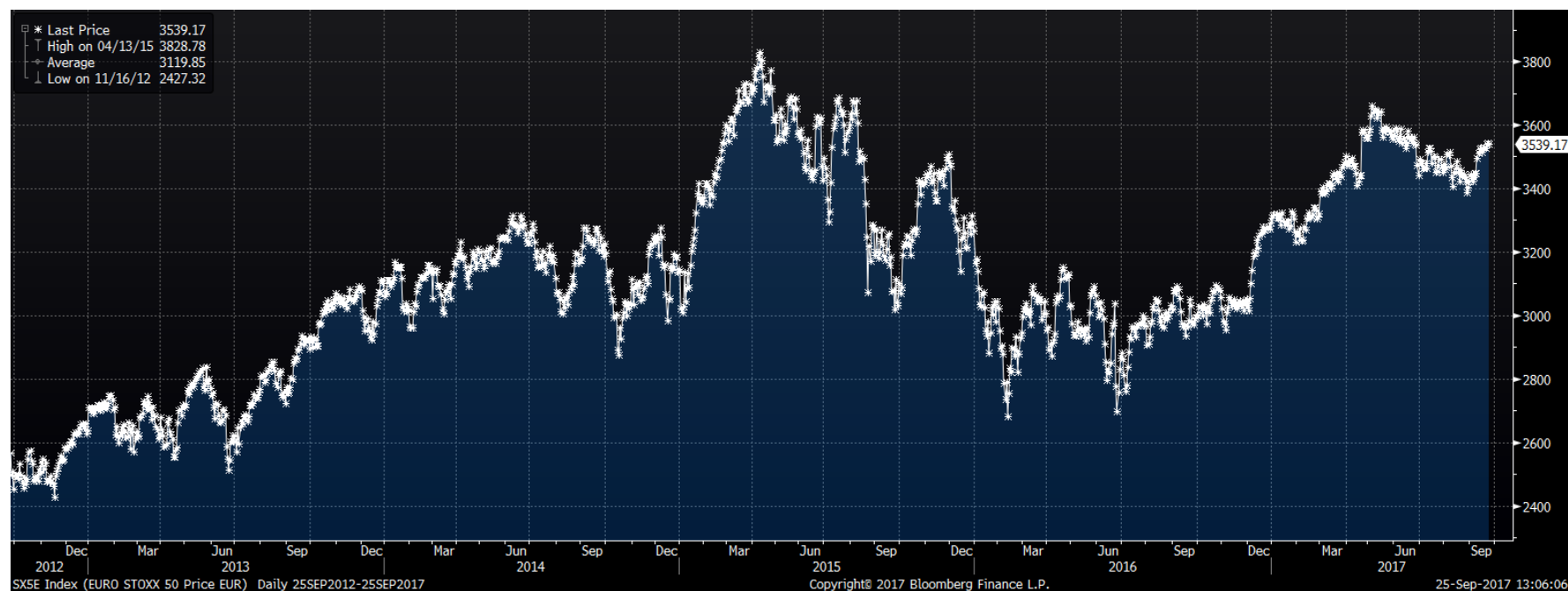
Case 3: Final Price is below 100% of the Initial Price				Case 4: Final Price is at or above 100% of the Initial Price			
Maturity Date	Final Price is 90% of the Initial Price	Variable Amount	Variable Linked Redemption Amount	Maturity Date	Final Price is 110% of the Initial Price	Variable Amount	Variable Linked Redemption Amount
24/11/2023	-10%	112.50%	112.50	24/11/2023	10%	25.00%	125.00
<b>Gross IRR</b>	<b>1.98%</b>			<b>Gross IRR</b>	<b>3.79%</b>		
<b>Net IRR</b>	<b>1.41%</b>			<b>Net IRR</b>	<b>2.72%</b>		

Case 5: Final Price is at or above 100% of the Initial Price				Case 6: Final Price is at or above 100% of the Initial Price			
Maturity Date	Final Price is 135% of the Initial Price	Variable Amount	Variable Linked Redemption Amount	Maturity Date	Final Price is 160% of the Initial Price	Variable Amount	Variable Linked Redemption Amount
24/11/2023	35%	35.00%	135.00	24/11/2023	60%	60.00%	160.00
<b>Gross IRR</b>	<b>5.13%</b>			<b>Gross IRR</b>	<b>8.15%</b>		
<b>Net IRR</b>	<b>3.72%</b>			<b>Net IRR</b>	<b>6.02%</b>		

IRR: The internal rate of return is a rate of return used to measure the profitability of an investment: it is the annualized effective compounded return rate that makes the net present value of all cash flows from a particular investment equal to zero. These simulations are fictitious examples and by no means represent reliable indicators.

The Net IRR simulations are based upon the current withholding tax of 30%.

## OTHER INFORMATION



### **Evolution of the EuroStoxx 50 (Price) Index (Bloomberg Code : SX5E) - Last price as of 25 September 2017, 13h00**

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