



EXECUTIVE BOARD

Number: 26296

Belgrade, November 01, 2016

RULES

ON TARIFF OF FEES CHARGED BY THE CUSTODY DEPARTMENT OF KOMERCIJALNA
BANKA AD BEOGRAD

Belgrade, November 2016

Pursuant to Article 31 of the Articles of Associations of Komercijalna banka AD Beograd (revised text), the Executive Board of Komercijalna banka AD Beograd, on November 01, 2016 adopted the following

R U L E S ON TARIFF OF FEES CHARGED BY THE CUSTODY DEPARTMENT OF KOMERCIJALNA BANKA AD BEOGRAD

I GENERAL PROVISIONS

Article 1

These Rules of Komercijalna banka AD Beograd (hereinafter: Bank) determines the amount of commissions and other fees for services that the Bank provides and performs for its clients in the Custody Department (hereinafter: Custody bank).

Article 2

By the Contract entered into by and between the Custody bank and the Client the amount of commission, and/or fee, as well as the obligation pertaining to payment of other expenses, shall be determined, in accordance with these Rules.

II OVERVIEW OF TARIFF RATES

Article 3

Custody bank calculates and charges commissions and fees according to the following tariff items:

Number of tariff item	CATEGORY OF SERVICE	AMOUNT OF FEES, COMMISSIONS AND OTHER
1	2	3
I	PART I GENERAL TARIFF RATES	
1.1.	Opening and maintaining proprietary and other accounts of financial instruments (hereinafter: FI)	
1.1.1.	Opening and closing the FI account with the Central Securities Registry	Retail clients – RSD 500 per account
		Fee is not charged for opening the FI account on the basis of conversion of old foreign currency savings
		Corporate clients – RSD 1.500 per account
1.1.2.	Opening of securities co-ownership account	RSD 10.000 per request
1.1.3.	Maintenance of proprietary FI account	Retail clients – free of charge
		Corporate clients – RSD 2.000,00 monthly, for the month in which transactions were recorded on proprietary account
1.2.	Transfer of FI	
1.2.1.	Transfer of FI based on court decisions, resolutions and other enactments of state authorities, heritage/inheritance, gift and other types of transfers without payment (FOP)	RSD 1.500 per ISIN, not less than RSD 5.000 per request
		If the proprietary account of the holder in the Custody bank is RSD 1.000 per ISIN, not less than RSD 3.000,00 per request
1.2.2.	Transfer of FI to another member of the Central Securities Registry – change of depositor	<ul style="list-style-type: none"> - Retail clients RSD 3.000 per ISIN - Corporate clients RSD 6.000 per ISIN - It is not charged to persons who did not conclude the contract on opening and maintaining the FI account with the Bank and whose FIs have been transferred from other members of Central Securities Registry, which are discontinuing their operations.

1.2.3.	Transfer of FI from proprietary account based on change in ownership, with payment (according to DVP principle)	2,00% User of Kombank trader application – according to tariff rates applicable for trading
1.2.4.	Correction of erroneous identification number in Central Securities Registry	RSD 2.000 per request
1.2.5.	Registration of FI	Free of charge
1.2.6.	Transfer of FI based on the basis of legal succession	1% min RSD 10.000, max RSD 100.000 per request
1.2.7.	Obtaining extract / report on FI form the Central Securities Registry at the holder's request – base for VAT	Retail clients RSD 500 Corporate clients RSD 1.000
1.2.8.	Preparation of report at client's request – base for VAT	RSD 2.000
1.3.	Pledge on FI	
1.3.1.	Establishment of the pledge on the basis of contract and annex to the contract	Bank is a pledgee – Legal transaction with retail client 0,15% of the value of the underlying agreement, min RSD 1.500, max RSD 3.000
		Bank is a pledgee – Legal transaction with a corporate client 0,15% of the value of the underlying agreement, min RSD 10.000, max RSD 50.000
		Other 0,20% of the value of the underlying agreement, min RSD 20.000 RSD, max RSD 100.000
1.3.2.	Activation of pledge	Bank is a pledgee– 0,20% of the transaction amount, max RSD 50.000 by each day of settlement
		Other 0,30% of the transaction amount min RSD 20.000
1.3.3.	Release of pledge	Bank is a pledgee – Legal transaction with retail client RSD 2.000
		Bank is a pledgee – Legal transaction with corporate client RSD 10.000
		Other legal transaction with retail client RSD 5.000 legal transaction with corporate client RSD 20.000
1.4.	Special-purpose accounts and cash settlement of FI transactions	
1.4.1.	Opening the special-purpose accounts for trading and deposit accounts (FI issues, disposal of own shares)	Free of charge
1.4.2.	Maintenance of special-purpose account for trading	RSD 100 RSD on monthly basis, for month when there were transactions on the account
1.4.3.	Cash settlement of purchase and sale transactions, income from FI (dividends, interest, coupons, annuities, disbursement of foreign currency funds from clearing account in Central Securities Registry and alike...)	<ul style="list-style-type: none"> - Up to RSD 100 million 0,25% of the transaction amount min RSD 50 by type of transaction - Over RSD 100 million 0,20% - 0,15% of the transaction amount min RSD 50 by type of transaction - For the users of Bank's application Kombank Trader - For government debt FI (issuers Republic of Serbia, local self- government, NBS) - Commission is not charged at the time of: <ul style="list-style-type: none"> - Disbursement of income from FI issued by the Bank - Disbursement of debt securities principal on maturity
1.4.4.	Cash settlement of transactions from deposit accounts (issuance of FI, disposal of own shares)	<ul style="list-style-type: none"> - Issuance of corporate bonds 0,25% of the transaction amount min RSD 75.000 - Issuance of shares, other debt FI and other FI 0,10% of the transaction amount min RSD 50.000 - RSD 20.000 in case of failed issuance/disposal
1.4.5.	Transfer of funds from special-purpose account of the Client	<ul style="list-style-type: none"> - To the account of client with the Bank – free of charge - Transfer to account of client outside Bank – according to tariff rates applicable for payment transactions in the

		Bank
1.5.	Corporate actions	
1.5.1.	Representation at the General Meeting of Shareholders	EUR 100 + actual costs
1.5.2.	Tax refund	5% of the amount, min EUR 20
1.5.3.	Preparation of power of attorney/authorisation for representing at the GMS	EUR 40 as per power of attorney /authorisation
1.5.4.	Issuing of certificates to foreign auditors as per accounts of non-residents corporate customers	EUR 50 per report
II	PART II OPERATIONS WITH LOCAL INVESTMENT AND PENSTION FUNDS	
2.1.	Opening of custody account	
2.1.1.	Opening of custody account with the Central Securities Registry	Free of charge
2.1.2.	Opening of custody account with the Bank's registry	Free of charge
2.1.3.	Opening of cash accounts	Free of charge
2.2.	Account maintenance and calculation of the value of Fund assets	
2.2.1.	Maintenance of custody account and calculation of the value of Fund assets – assets in the country – base for VAT	Up to 0,20%
		Minimum EUR 50 on monthly basis
2.2.2.	Maintenance of custody account and calculation of the value of Fund assets – foreign FI	Up to 0,50%
		Minimum EUR 50 on monthly basis
2.2.3.	Fund management by the custody bank	Up to 3% of net Fund assets on annual basis
2.3.	Transaction costs	
2.3.1.	Transactions costs – domestic FI	DVP/RVP 0,15% the value of transaction
		DF/RF EUR 30 as per order /ISIN
2.3.2.	Cash settlement of income from domestic FI (dividends, interest, coupons, annuities and other...)	0,15% of the transaction amount, Commission is not charged at: - Disbursement of income from FI issued by the Bank - Disbursement of debt securities principal on maturity
2.3.3.	Transaction costs – foreign FI	0,15% of the transaction amount, min EUR 20 as per order /ISIN
		DF/RF 30 EUR as per order /ISIN
		Revocation of transaction EUR 20 as per order
2.3.4.	Cash settlement of income from foreign FI (dividends, interest, annuities, coupons and other...)	0,15% of the transaction amount, minimum EUR 2 as per transaction + third party expenses Bank's commission is not charged when disbursing the debt securities principal on maturity
2.3.5.	Transaction costs for real estate	EUR 100 as per transaction /real estate
2.3.6.	Transfer of FI from custody account, change in ownership on other grounds with payment (DVP) (OTC, depositing, dissenting shareholders, enforced purchase and right to sale of shares and alike)	0,30% on value of transaction
2.3.7.	Transfer of FI to another depositor	RSD 5.000 as per ISIN
2.3.8.	Registration of domestic FI	Free of charge
Note: fee for corporate actions are charged according to general tariff rates, tariff items 1.5.		

III	PART III OPERATIONS ON OMNIBUS CUSTODY ACCOUNTS –OTHER CLIENTS	
3.1.	Account opening	
3.1.1.	Opening of an omnibus or custody account with the Central Securities Registry	RSD 3.000
3.1.2.	Opening of an omnibus or custody FI account with the Bank's registry – sub-account of an omnibus of custody account with the Central Securities Registry for domestic FI	RSD 3.000
3.1.3.	Opening of FI custody account with the Bank's registry – sub-account of custody account with foreign custody bank for foreign FI	RSD 1.500 RSD For users of Kombank trader application for foreign stock exchanges – with no fee charged by the Bank
3.1.4.	Opening of cash accounts	Free of charge
3.2.	Maintenance of custody accounts	
3.2.1.	Maintenance of an omnibus or custody account Safekeeping of domestic FI (base for VAT)	0,20% of portfolio value on annual basis Minimum EUR 20 per month
3.2.2.	Maintenance of an omnibus or custody account Safekeeping of foreign FI (base for VAT): <ul style="list-style-type: none"> - For users of Kombank Trader FM application (for markets offered through Kombank Trader FM) - For other clients: <ul style="list-style-type: none"> • Who are not the users of Kombank Trader FM application • Whose FI have been acquired through another broker / investment company 	0,12% of portfolio value on annual basis According to market group in % of portfolio value *: <ul style="list-style-type: none"> • Group 1 - 0,20% • Group 2 - 0,30% • Group 3 – 0,40% • Group 4 – 0,50% • Group 5 – 1,00% • Group 6 – 1,50% Minimum EUR 20 per month *Data available on Bank's website
3.2.3.	Maintenance of special-purpose accounts for trading in FI	RSD 100 per month For the month in which there were transactions on the account
3.3.	Transaction costs	
3.3.1.	Transaction costs – domestic FI	0,15% of the transaction amount min RSD 50 by type of transaction FOP - EUR 30 as per order / ISIN
3.3.2.	Transaction costs – foreign FI: <ul style="list-style-type: none"> - DVP/RVP transactions of clients, the users of Kombank Trader FM application (for markets offered through Kombank Trader FM) - Other DVP/RVP transactions 	0,15% of the transaction value minimum EUR 2 as per order 0,15% of the transaction value Minimum as per order, according to market group: <ul style="list-style-type: none"> • Group 1 – min EUR 22 • Group 2 – min EUR 30

	- FOP transactions	<ul style="list-style-type: none"> • Group 3 – min EUR 40 • Group 4 – min EUR 50 • Group 5 – min EUR 100 • Group 6 – min EUR 200 <p>DF/RF EUR 30 as per order/ISIN</p> <p>Revocation of transaction EUR 10 per order + third party expenses</p>
3.3.3.	Cash settlement/collection of income from foreign FI (dividends, interest, annuities, coupons and alike)	0,15% of the transaction amount minimum EUR 2 per transaction + expenses of foreign bank/third party Commission is not charged at the time of disbursement debt securities principal on maturity
3.3.4.	Cash settlement of income from domestic FI (dividends, interest, annuities, coupons and other...)	0,15% of the transaction amount, Minimum RSD 50,00 by type of transaction Commission is not charged at the time of: <ul style="list-style-type: none"> - Disbursement of income from FI issued by the Bank - Disbursement of debt securities principal on maturity
3.3.5.	Transfer of FI form custody accounts, change in ownership on other grounds with payment (DVP) (OTC, depositing, dissenting shareholders, enforced purchase and right to sale of shares and other.)	1% of the transaction value
3.3.6.	Transfer of FI to another depositor	RSD 5.000 per ISIN
3.3.7.	Preparation of power of attorney/authorisation for representing at the GMS	RSD 5.000 as per power of attorney /authorisation
3.3.8.	Dematerialisation of foreign FI	0,30% of the value, minimum EUR 100 per certificate + expenses of third party /foreign bank
Note: fees for corporate actions are charged according to general tariff rates, tariff item 1.5.		

Notes to Tariff of Rates:

- ☉ The amounts of commissions, and/or fees of the Custody bank do not include the following costs and deductions incurred in relation to performance of custody services:
 - ☉ Fees and other costs of the Central Securities Registry, clearing houses
 - ☉ Costs of stock exchange and brokers
 - ☉ Tax liabilities
 - ☉ Cost of national and international payment system;
 - ☉ Costs of foreign custody banks
 - ☉ Costs and fees of the Securities Commission
 - ☉ Costs and fees of other competent bodies
 - ☉ Actual costs (advertisements, phone, telefax or Internet costs, postage, banking charges and other similar charges);
- ☉ The Bank is entitled, for transactions relating to foreign FI, to contractually agree with the client the amounts of commissions on gross principle –with the included additional costs referred to in previous item;
- ☉ Commissions for safekeeping of FI on custody account are presented in percentages on annual basis, while they are paid on monthly basis. The minimum monthly tariff is not applied if the balance of FI during the month stands at 0;
- ☉ Commission for safekeeping financial instruments can also be charged as per proprietary account of FI if the Bank's service involves notifications on corporate activities – actions, and can be applied to proprietary accounts opened after these rules have come into force;
- ☉ In maintenance of custody account for other custody clients, for debt FIs, base for calculation is the first value that can be provided in the following order:
 - ☉ The last price from stock exchanges on which FI is quoted
 - ☉ Book value

- Nominal value, not less than EUR 5 for foreign FI, RSD 600 for domestic FI
- For investment units the last announced value;
- In maintenance of custody accounts for other custody clients, for proprietary FI, issuer in bankruptcy or liquidation, as a base for calculation the administrative value shall be used of RSD 100 per share for domestic FI;
- In maintenance of custody accounts for other custody clients, for debt FI, the base for calculation shall be the last market value of FI on stock exchange on which FI is quoted, or the nominal value if the same is higher or if it is not possible, in the specified manner, to establish the market value of FI;
- Base for calculation of commission for domestic investment and pension funds shall be the net value of the Fund's assets;
- Base for calculation of commission for transfer of FI in tariff item 1.2. – Transfer of financial instruments, the first known value in the following order:
 - Value/price from the contract, decisions, resolutions, or the document that serves as the legal basis for transfer of FI
 - Market value
 - Book value
 - Nominal value, not less than RSD 600;
- In case of commissions of the Bank that relate to cash settlement on special-purpose accounts on domestic market, the minimum chargeable commission cannot exceed 30% of the transaction value;
- The Bank's commissions expressed in foreign currency are calculated and charged at middle exchange rate of NBS applicable on date of calculation; If the third party expenses that are expressed in foreign currency are charged in dinars, the conversion is conducted at valid selling rate applied by the Bank;
- Commission for managing investment and pension funds is charged on account of statutory obligation in case administration order has been imposed upon the Fund by the custody bank;
- For providing services that have not been provided for by these Rules, and the same occur in the course of operations of the Custody bank, the commissions and fees shall be determined by the contract concluded between the Client and the Custody bank.

IV TRANSITIONAL AND FINAL PROVISIONS

Article 4

On the day these Rules on Tariff of Fees come into force and become applicable, the Rules on Tariff of Fees charged by the Custody Department of Komercijalna banka AD Beograd number 6021/1 dated 16.03.2016 shall be repealed.

Article 5

These Rules shall come into force as of the date the same are adopted, and shall be applicable as of 14.11.2016

MEMBER OF THE EXECUTIVE BOARD

Jelena Đurović

PRESIDENT OF THE EXECUTIVE BOARD

Alexander Picker, PhD