

## Information on expected costs of the product offered and service provided

### I. Expected costs and fees related to a government bond deal

| <b>Expected costs and fees related to a purchase of government bonds</b> |                              |                         |
|--|------------------------------|-------------------------|
| <b>Type of costs</b>   | <b>Absolute value in BGN</b> | <b>Percentage value</b> |
| Product costs  | 0.00                         | 0.00%                   |
| Service costs  | 1500.00 – 4000.00            | 0.15% – 0.40%           |
| - one-off costs – government bonds transaction fee*                      | 1500.00 – 4000.00            | 0.15 – 0.40%            |
| Payments from third parties  | 0                            | 0                       |
| <b>Total costs</b>   | <b>1500.00 – 4000.00</b>     | <b>0.15% – 0.40%</b>    |

| <b>Expected costs and fees associated with a sale of government bonds</b>                       |                              |                         |
|---|------------------------------|-------------------------|
| <b>Type of costs</b>  | <b>Absolute value in BGN</b> | <b>Percentage value</b> |
| Product costs   | 0.00                         | 0.00%                   |
| Service costs   | 1570.00 – 4770.00            | 0.157% - 0.477%         |
| - one-off costs – government bonds transaction fee *  | 1500.00 – 4000.00            | 0.15 – 0.40%            |
| - one-off costs – payment of matured issues fee   | 20.00                        | 0.02%                   |
| - current expenses – fee for the Investor Compensation Fund and government bonds register fee** | 50.00 – 750.00               | 0.05 – 0.075%           |
| Payments from third parties   | 0                            | 0                       |
| <b>Total costs</b>  | <b>1570.00 – 4770.00</b>     | <b>0.157% - 0.477%</b>  |

\* The commission for transactions with government bonds in accordance with the Tariff on Fees and Commissions applied by DSK Bank for investment products and services is negotiable and it depends on the term of the respective issue. The values in BGN are based on the example below.

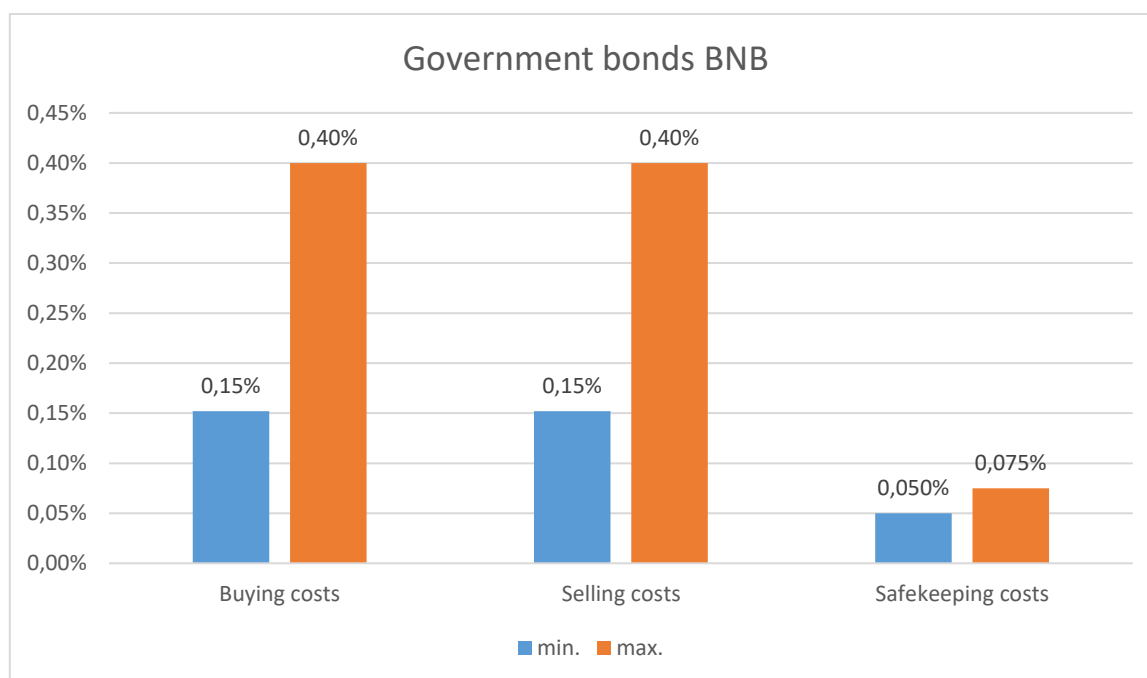
\*\* The calculation methodology for the fee is in accordance with Ordinance No. 23 on the terms and Procedure for Evaluation of Client Assets. The interest rate convention applied is 30/360. The amount indicated is for the holding of financial instruments for one year.

The amount of the annual contribution for 2023 determined by the Investor Compensation Fund pursuant to Art. 77m of the POSA is 0.025% of the total amount of clients' assets for 2022 (without funds), determined on an average monthly basis.

Description of the parameters of a government bond deal for which the calculations were made:

- Par value – 1 000 000 BGN
- With term over 10 years
- Unit price – 100%
- Holding period – 1 year

The transaction value, the commission and the transfer fee are blocked on the client's account when a buy order is given and are deducted at the transaction value date the annual fee is paid monthly. Upon sale, the commission for the transaction and the transfer fee are set off against the total value of the transaction, which is credited to a client's current account.



## II. Cumulative effect of costs on return in the provision of investment services

No sudden changes or fluctuations of the specified costs in item I. are expected. The illustration below graphically presents these costs.

The effect on the client's outcome from the government bonds transaction is indicated as a percentage of the transaction's face value in I. Expected costs are based on the example above.

## III. Costs and fees related to a deal with debt instruments traded on international markets

| Expected costs and fees related to a purchase of debt instruments traded on international markets |                                    |                      |
|---|------------------------------------|----------------------|
| Type of costs   | Absolute value in foreign currency | Percentage value/cps |
| Product costs   | 0.00                               | 0.00                 |

|  |                              |               |
|--|------------------------------|---------------|
| Service costs  |                              |               |
| - one-off costs – purchase commission for debt instruments traded on international markets | 1 500.00 – 4 000.00 EUR      | 0.15% – 0.40% |
| Payments from third parties  | 0                            | 0             |
| Total costs  | min. 1 500.00 – 4 000.00 EUR | 0.15 – 0.40%  |

| <b>Expected costs and fees related to a sale of debt instruments traded on international markets</b> |   |                             |
|--|---|-----------------------------|
| <b>Type of costs</b>   | <b>Absolute value in foreign currency</b> | <b>Percentage value/cps</b> |
| Product costs  | 0.00                                      | 0.00                        |
| Service costs  |   |                             |
| - one-off costs - commission on the sale of debt instruments traded on international markets*        | 1 500.00 – 4 000.00 EUR                   | 0.15% – 0.40%               |
| - current expenses - annual fee for maintaining a register of equity instruments and ETFs**          | 1 000.00 EUR                              | 0.10 min. 15.00 EUR         |
| - current costs – annual fee for the Investor Compensation Fund***                                   | 0 – 250.00 EUR                            | 0 – 0.025%                  |
| Payments from third parties  | 0   | 0                           |
| Total costs  | 2 500.00 – 5 250.00 EUR                   | 0.25% - 0.525%              |

\* The commission for bond transactions is negotiated according to the Tariff on Fees and Commissions applied by DSK Bank for investment products and services, as follows:

- with maturity up to 1 year – 0.15%
- with maturity from 1 to 3 years – 0.20%
- with maturity from 3 to 7 years – 0.30%
- with maturity from 7 to 10 years – 0.35%
- with maturity above 10 years – 0.40%.

The amount in EUR are based on the example below.

\*\* The monthly maintenance fee for a registry in a foreign depository is calculated in euro as follows:

- For debt instruments, the applicable fee (in %) on an annual basis under the 360 interest rate Convention applies to the average daily nominal value of the financial

instruments maintained in the register within the calendar month. Where the currency of the instrument is different from EUR, the values of the financial instruments in the register shall be exchanged at the rate applied by the foreign depository. The due monthly fee should be paid by the 20th of the month following the reporting month.

\*\*\* The methodology for calculating the monthly fee is in accordance with Ordinance No 23 on the Terms and Procedure for Valuation of Client Assets issued by the FSC with effect from 04.04.2006, by applying an Interest Rate Convention 30/360.

The amount of the annual contribution for 2023 determined by the Investor Compensation Fund pursuant to Art. 77m of the POSA is 0.025% of the total amount of clients' assets for 2022 (without funds), determined on an average monthly basis.

Description of the parameters of a deal with bonds for which the calculations were made:

1. Purchase/sale of debt instruments traded on international markets with maturity over 10 years
2. Number - 1 000
3. Unit price - 1 000 EUR
4. Total transaction amount 1 000 000 EUR

The calculation of the total costs is based on a bond for one year's investment.

The transaction value, the commission and the transfer fee are blocked on the client's account when a buy order is given and are deducted from the account at the transaction's value date. The annual fee is paid monthly. Upon sale, the commission for the transaction and the transfer fee set off against the total value of the transaction, which is credited to a client's current account.

