



Fearnley Securities AS

Fees and Expenses

Last updated: 03.01.2018

1. Trading securities

Fearnley Securities AS' ("Fearnley") remuneration in the form of a commission, price differences, subscription fees or other, possible with the addition of charges related to trading and clearing, etc., will be subject to an individual agreement.

Product	Type of fee	Calculation
Equities and ETF (secondary market)	<u>Commission:</u> Normally up to 0,5 %, minimum NOK 350 per transaction.	Commission is added to or deducted from the value of the financial instruments which the client buys or sells.
Options (secondary market)	<u>Commission:</u> Normally up to 2 %, minimum NOK 350 per transaction.	Commission is added to or deducted from the value of the financial instruments which the client buys or sells.
Bonds/certificates (secondary market)	<u>Commission:</u> Normally up to 1 % spread of the nominal value of the bond	For bonds/certificates Fearnley will charge a commission based on a markup on the buying price or deduction from the sales price.

When subscribing to security issues, no brokerage or price difference is to be paid directly by the client to Fearnley. The company performing the security issue however pays a commission established in advance to the arranger. When the client then subscribes to security issues, the client as the owner of securities in the company is indirectly charged this commission.

For selling financial instruments short through Fearnley the client will be charged an interest rate for each security that is borrowed. The interest rate for each security is determined at ongoing market rates. Fearnley reserves the right to take a margin on the interest rate for each securities agreed with Fearnley's counterparty. Fearnley's margin will normally be up to 2 % p.a. The minimum fee on short sales that are subject to clearing is defined by the lender and is normally up to NOK 1.500.

For conversion of securities, costs imposed on Fearnley will be passed on to the client.

Up to a specific investment amount, the client normally pays a set minimum brokerage fee. Other fees/and or expenses may occur that are not imposed through Fearnley. Fearnley reserves the right to deduct expenses mentioned in the first paragraph, as well as any taxes, purchase taxes etc., from the clients' credit balance. In the event that a trade is not executed, Fearnley will not demand any remuneration unless otherwise specifically agreed.

When the client requests foreign exchange (FX) in relation to an executed trade/new issue, Fearnley will facilitate this. The settlement amount will normally be converted to the agreed currency on trade date, however FX related to US trades will normally be executed the following business day, unless otherwise agreed. When Fearnley executes the FX, Fearnley will apply the foreign exchange rate agreed with our currency counterparty the moment the exchange is executed. Fearnley reserves the right to take a spread on the foreign exchange rate agreed with our counterparty, e.g.

added to the rate if bought or deducted from the rate if sold. Fearnley' s spread will normally be up to 1,0 %.

When trading in foreign shares listed on exchanges where Fearnley is not a member, Fearnley will be charged a commission amount by the third party executing broker and this commission may be passed on to the client. The commission amount charged varies between different markets, but normally falls within the following intervals:

Markets	Fee
Western European markets	1,5-5 bps
Main Asian Markets	10-15 bps
United States	0,03-1,5 cents per share

2. Securities Depository account

If the client prefers to hold their foreign securities with Fearnley, Fearnley is authorized to hold securities in depository on behalf of clients. The fee varies depending on the relevant market.

When trading in foreign shares the client will be invoiced any costs, as outlined above, that Fearnley is charged in connection with the transaction. Please note that in some jurisdictions, hereunder UK, trading of shares is subject to tax duty.

3. Interest rates

Client deposits are credited an interest rate as set out by our depository bank. Overdue interest will be levied in accordance with prevailing interest rate set out by our depository bank.

Interest rate in connection with securities financing are in accordance with separate agreement.

4. Clearing

Costs in connection with the trading in derivatives that are cleared through SIX x-clear Ltd will be passed on to the client. The prevailing prices of SIX x-clear Ltd is at all times available at:

<https://www.six-securities-services.com/dam/downloads/clearing/pricing/clr-fees-clara-180101-en.pdf>

5. Research Services

Under Mifid II, which comes into force on 3 January 2018, Fearnley must provide separate pricing for its research services to those of its clients who are required to pay separately for research. Such pricing will be subject to the terms of an agreement(s) reached with each client in which Fearnley will take into account matters such as the level of contact between Fearnley and the client and the number of employees of the client who have access to Fearnley 's research material etc. Fearnley standard terms for distribution of research are available under Fearnley online.

6. Updates of the price list

Updates of the price list will be displayed on this website.

Last updated: 3. January 2018.