

Information leaflet on compensation from third parties (November 2022 edition)

This information leaflet falls within the framework of the *General Terms and Conditions of Cornèr Bank Limited*, particularly Art. 17 of the Custody Account Regulations.

The Bank offers its clients a wide range of financial instruments. To that purpose, the Bank enters into contracts and agreements with third parties, particularly with providers of investment funds and structured products. Such agreements include distribution contracts, which exist independently of the contract signed with the Client.

In compensation for the Bank's distribution activities and related services provided to such third parties, particularly the above-mentioned providers, the Bank may receive from said third parties distribution fees, retrocessions, incentives, rebates, discounts and/or other pecuniary or non-pecuniary benefits (hereinafter "Compensation"). In principle, such Compensation belongs exclusively to the Bank in payment for its own activities of research, analysis and monitoring of such financial products and for maintaining a high-level distribution infrastructure.

Such Compensation is taken into account in determining the prices of the services offered to clients and the amount of such compensation usually depends on the volume of third-party products held by the Bank for itself and for its own clients and varies as a function of the type of product and the relevant issuer or provider.

The Bank has set up appropriate organizational measures intended to prevent or minimize risks of potential conflicts of interests that may arise in connection with such compensation. Further information on this subject is contained in a specific information leaflet on conflicts of interest.

As far as non-pecuniary compensation is concerned, the benefits provided to the Bank may particularly include free financial research and analysis, training courses or other services useful to the Bank. Such compensation is received in close correlation with the financial services that the Bank provides to its own clients, helping to provide quality assurance beneficial to the Clients themselves.

In the case of **investment funds**, the Bank may particularly receive compensation that varies according to the type of fund and is generally provided to the Bank based on the total volume of such funds held by the Bank in the reference period. Generally, such Compensation is recurrent and provided on a certain date, on a monthly, quarterly or annual basis, and calculated as a percentage of the total volume of the investments held by the Bank or of the value of the relevant financial instrument.

The percentage rates used to calculate the compensation vary within the following ranges of fluctuation (values expressed as annual percentage rates):

Type of fund	Minimum	Maximum	Indicative average values 2022
Money market funds	0%	0.75%	0.05%
Bond funds	0%	1.50%	0.44%
Equity funds	0%	1.75%	0.70%
Other investment funds	0%	2.00%	0.58%

In the case of **structured products**, the Bank may receive, in particular, compensation in the form of a reimbursement of part of the issue price or a discount on the issue price. Such compensation is received in the form of a variable percentage [from 0% to 2.5%] of the amount invested. In addition to or instead of such compensation, the Bank may also receive compensation in the form of periodic payments, usually annual, calculated from the value and/or performance of the financial instrument. Such recurrent payments depend on the type of financial instrument and may amount in total to a maximum of 1% of the value of investment per annum. The various types of compensation and the corresponding percentage rates are generally stated on the product-specific term sheets, which clients may consult before making a purchase.

On request, the Bank shall supply the Client with detailed information about compensation collected by the Bank in connection with the Client. The percentage rate used to calculate the compensation payable on investment funds corresponds to the percentage of compensation received by the Bank for the specific instrument out of the actual average holdings in the client's portfolio.

If the Bank collects compensation that is subject to the obligations to render accounts and to return received materials under Article 400 of the Swiss Code of Obligations or any other statutory provision, then the Client hereby consents to such compensation being fully retained by the Bank and expressly waives all claims to such compensation received by the Bank, without prejudice to any special agreements between the Client and the Bank.

This information leaflet is also posted on the Bank's website (corner.ch/e/finsa). The Bank reserves the right to update and/or modify the content of this information leaflet at any time subject to informing the Client thereof in a suitable manner.