

Information leaflet on compensation from third parties (March 2025 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, and provides information about the compensation that the Bank may receive (calculation parameters, application ranges and average compensation).

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 the context of supplying financial services, particularly in compensation for the Bank's own distribution activities and related services provided to such third parties, including 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 is payable exclusively to the Bank as remuneration for its own activities of research, analysis and monitoring of such financial products and for maintaining an advanced distribution infrastructure.

Such Compensation is taken into account in determining the pricing of the services offered to the clientele and the amount thereof usually depends on the volume and/or value of the third-party products held by the Bank for its own account and for its clients and varies according to the type of product and the relevant issuer or provider.

The Bank has implemented appropriate organisational measures designed to prevent, or at least minimise, potential risks of conflicts of interest that may arise in connection with such Compensation (e.g. incentives favouring financial instruments for which Compensation is paid, or for which higher Compensation is received compared to other financial instruments offering lower or no 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.

Currently, the Bank may collect Compensation from third parties in connection with structured products and investment funds, where appropriate.

Compensation from third parties in connection with investment funds

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 and/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), as shown in the indicative list below:

| Category | Classification of the fund in the statement of assets | Minimum | Maximum | Indicative average values 2024 |
|---------------------------|---|---------|---------|--------------------------------|
| Money market funds | Money market fund | 0% | 0.70% | 0.04% |
| Bond funds | Bond Fund/Bond Certificates Exchange-traded bond funds US Partnership Bonds | 0% | 1.30% | 0.43% |
| Equity funds | Equity Fund US Partnership Equities Exchange-traded equity funds | 0% | 1.75% | 0.71% |
| Other funds | Other Funds Alternative UCITS Commodities Funds Real Estate Fund Precious Metals Fund Hedge Funds & Private Equity US Partnership US Partnership Commodities | 0% | 2.00% | 0.57% |

The maximum annual amount of monetary Compensation per client may be calculated by multiplying the maximum percentage applicable to the relevant category of subscribed financial instruments, as reported in the above tables, by the value of client's investment assets in that category. Similarly, the average amount of monetary Compensation may be calculated by applying the percentage indicated in the indicative average values.

As a general rule, in the context of investment **advisory** and **portfolio management** services, the Bank **does not collect** any **Compensation from third parties** in connection with the investment funds included in the portfolios of the clients who subscribed for such services, **regardless of the investment strategy**.

Compensation from third parties in connection with structured products

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 one-time payment calculated on the basis 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, depending on the type of financial instrument, on the basis of the value and/or performance of the relevant instrument. 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.

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

| Type of Compensation | Minimum | Maximum | Indicative average values 2024 |
|------------------------------|---------|---------|--------------------------------|
| One-time payment | 0% | 2.5% | 0.44% |
| Periodic annual Compensation | 0% | 2% | 0% |

In relation to the amounts and assets invested, the Compensation is composed of the total (individual) payments received for each financial instrument used. Given the fact that, for each individual instrument employed, the percentage applied to determine the Compensation may vary significantly, the applicable percentage ranges are broad.

The maximum annual amount of monetary Compensation per client may be calculated by multiplying the maximum percentage applicable to the relevant category of subscribed financial instruments, as reported in the above tables, by the value of client's investment assets in that category. Similarly, the average amount of monetary Compensation may be calculated by applying the percentage indicated in the indicative average values.

The foregoing also applies to investment advisory and portfolio management services, regardless of the investment strategy chosen by the client for such services.

Information for the client

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 paid to the Bank by investment funds corresponds to the amount of Compensation received by the Bank for the individual instrument, calculated on the basis of the actual average holdings in the instrument in the client's portfolio.

The costs related to the investment funds (e.g. management fees, performance fees, entry fees) are generally stated on the relevant prospectus or fact sheet. Such documents may be found on-line (e.g. on the websites of the various issuers or specialised data providers) or, if available, may be requested from the Bank free of charge.

The client is aware that, even where the Bank collects Compensation 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, such Compensation is retained by the Bank and the client expressly waives any and all rights to the restitution thereof.

In any case, the foregoing is 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.