

# Information Notice regarding Compensation received from third parties

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As part of its comprehensive suite of financial services, BNP PARIBAS, Paris, Lancy/Geneva and Zurich branches ("the Bank") may directly or indirectly receive or obtain Compensation from third parties, including members of the BNP Paribas group. The compensation may take the form of brokerage fees, commissions, payments, compensations, rebates, free financial analyses, sales support activities or other benefits, which are collectively referred to as "Compensation" in this Notice.

Such Compensation may be received in addition to the fees perceived by the Bank, such as brokerage or custody fees and advisory and management fees paid directly by the Bank's clients, as outlined in the brochure "Main Fees and Commissions".

This Notice is intended to provide more detailed information about the Compensation received by the Bank, supplementing the articles under section 13 "Other Payments to the Bank" of the General Terms and Conditions and under section 18 "Benefits received from third parties" of the Safe Custody Regulations.

This Notice as well as the above documentation and their respective new releases are available on the Bank's public website: <https://wealthmanagement.bnpparibas/ch/en/your-goals/protect-and-grow-your-wealth/design-your-portfolio/fees-and-commission.html>. The bank reserves the right to modify this Notice, which is for informational purposes only, at any time by any means it deems appropriate, including by updating it on its website.

## 1. COMPENSATION RECEIVED BY THE BANK FROM THIRD PARTIES

### General principles

The Compensation received by the Bank from third parties is an integral part of the business model, enabling the Bank to cover a portion of the costs associated with providing financial services. This, in turn, allows the Bank to conduct thorough financial research and analysis, maintain a diverse range of financial products available for the clients.

By accepting the terms of this notice, the client acknowledges and agrees that the Bank is entitled to retain the Compensation received from third parties, which constitutes fair Compensation for the services rendered that are independent of the fees and charges levied by the Bank for other services such as the administration and custody of assets, their management, financial advice or brokerage of financial instruments provided in accordance with the terms and conditions outlined in the contractual documents entered into between the Bank and the client (including but not limited to the financial service agreement, the General Terms and Conditions and/or the Safe Custody Regulations of the Bank). Furthermore, the client expressly waives its right to claim the Compensation to which the client would be entitled under Article 400 of the Swiss Code of Obligations.

The Bank strives to recommend only high-quality financial instruments within its investment universe, which includes both instruments that entail Compensation from third parties and those that do not. In making these recommendations, the Bank systematically assess the appropriateness and suitability of each financial instrument, taking into account any restriction that may apply.

Moreover, certain promoters and/or issuers of financial instruments offer non-monetary benefits to the Bank, particularly in the form of free financial analyses and other sales support activities.

## Specific information by Financial Services

The information set forth herein includes non-binding estimates of model portfolios and the related Compensation applicable in Discretionary Portfolio Management and Advisory services. These estimates are provided solely for information purposes and shall not be construed as constituting a contractual obligation, offer, or guarantee on the part of the Bank. The Bank shall not be held liable for any variation, discrepancy, or change related to these indicative figures that may moreover evolve over time. For any specific information, clients should contact their relationship manager.

### ▶ Discretionary Portfolio Management services

Regarding collective investment schemes or related instruments, the Bank will invest in priority in fund shares from which it will not receive Compensation from investment management companies. If such alternative is not available, Compensation collected by the Bank from investment management companies will be reimbursed to the client on a yearly basis, unless otherwise specified in writing.

For other indirect investment instruments such as structured products, derivatives or other combined investment instruments the Bank is expressly authorised to retain the Compensation received from distribution, investments, and other benefits received from third parties.

The client will find below the Compensation estimates received from third parties by the Bank for its discretionary-managed portfolios. These estimates present yearly Compensation for invested assets of CHF 5'000'000 based on real portfolio data as of July 2025. Information is provided assuming no client specific constraints for Smart mandates, Profiled mandates and Smart Global Income mandates.

Profiled mandates			Smart mandates (except Smart GI mandates - table below)		
Type of mandate	Proportion of structured products	Estimated yearly Compensation in CHF	Type of mandate	Proportion of structured products	Estimated yearly Compensation in CHF
Bonds	0%	-	Smart fixed income	< 1%	61
Conservative	< 1%	133	Smart asset allocation 10- 20 - 30	5%	998
Balanced	1%	200	Smart asset allocation 50	5%	998
Dynamic	< 1%	48	Smart asset allocation 65 - 80	6%	1'197
Equities	0%	-			

Smart Global Income mandates			Specific mandates based on clients' constraints	
Type of mandate	Proportion of structured products	Estimated yearly Compensation in CHF	Proportion of structured products	Estimated yearly Compensation in CHF
Global income 1	11%	2'275	10%	1'995
Global income 2	23%	4'669	20%	3'991
Global income 3	24%	4'789	50%	9'977
Global income 4	22%	4'390	80%	15'964
			100%	19'955

Clients with SMART mandates whose client-specific constraints lead to a structured product allocation above the bank's standard policy should refer to the "Specific Mandates" table above.

For any information regarding the Crystal Mandate, client is invited to contact their relationship manager, who will provide the necessary details regarding the allocation applicable to their portfolio.

► Advisory services

For Advisory services, the Bank may receive Compensation in cash or other form from the issuers and/or promoters of the financial instruments it recommends. The Bank's objective is always to select the best possible investment solutions, regardless of the Compensation that it received. This Compensation is used to keep the Bank's commissions as low as possible and enable it to provide high-quality services to its clients.

The client will find below the annual Compensation estimates received from third parties by the Bank for its advisory client portfolios. These estimates present yearly Compensation for invested assets of CHF 5'000'000 based on real portfolio data as of July 2025. They are presented by investment profiles (which range from "low" to "high").

Investment profile		Low
Investment types	Average Client portfolio composition	Estimated yearly Compensation in CHF
Funds*	2%	150
Private assets**	0%	0
Structured products	< 1%	163
Others***	98%	na
Total		313

Investment profile		Moderate
Investment types	Average Client portfolio composition	Estimated yearly Compensation in CHF
Funds*	11%	825
Private assets**	0%	0
Structured products	13%	5'298
Others***	76%	na
Total		6'123

Investment profile		Advanced
Investment types	Average Client portfolio composition	Estimated yearly Compensation in CHF
Funds*	16%	1'200
Private assets**	2%	427
Structured products	10%	4'075
Others***	72%	na
Total		5'702

Investment profile		High
Investment types	Average Client portfolio composition	Estimated yearly Compensation in CHF
Funds*	13%	975
Private assets**	6%	1'281
Structured products	8%	3'260
Others***	73%	na
Total		5'516

\* Funds: This definition covers all types of open-ended investment companies (including but not limited to exchange-traded funds (ETFs), private funds that offer ongoing subscription and redemption opportunities.)

\*\* Private assets: Closed-end funds for which the portfolio average exposure is based on commitment

\*\*\* Others: This category includes deposits, fiduciary investments, bonds, equities and derivatives.

► Reception and Transmission of Order

For Reception and Transmission of Orders (RTO) accounts, the Bank may receive Compensation in cash or other form from the issuers and/or promoters of the financial instruments purchased by the client. For additional information, please refer to the section 3 "Method of calculating the Compensation".

## 2. CONFLICTS OF INTEREST

The Bank's organisational structure and policies are designed to prevent conflicts of interest and ensure that the Bank provide unbiased advice and services. While receiving Compensation might potentially create conflicts of interest, the Bank's primary concern is always to safeguard the interests of its clients.

## 3. METHOD OF CALCULATING THE COMPENSATION

The Bank specifies below the percentage rates of Compensation and the methods of calculating such rates for each category of financial instrument so that clients will know such rates in advance for each asset class selected by the client or proposed by the Bank. This will also enable clients to know the total amount of such Compensation received by the Bank from third parties for the services and financial instruments that are offered to the client. To calculate these estimates, we have taken as a hypothesis that investments are held for a period of one year. The method of calculation consists in multiplying the amount invested in the asset class in question by the corresponding rates, considering the relevant financial service and investment profile, over this one-year period.

The Bank may obtain or receive Compensation at the time of purchasing or subscribing for the relevant asset or periodically, during all or part of the holding period for the asset in the client's account.

The bases of calculation of such Compensation are as follows:

Asset classes	Type of Compensation	Category of financial instrument	Amount of Compensation	Compensation for a CHF 100,000 investment
Structured Products	Discount on the issue price or refund of part of the issue price		Such discounts and refunds may amount to as much as 3% of the issue price. <sup>1</sup>	They may amount to as much as CHF 3,000 per transaction
Collective Investment Schemes	Retrocession of part of the management fees that management companies receive in the form of distribution fees based on the amounts invested through the Bank.	Money market funds	Up to 0.75% per year	Up to CHF 750 per year <sup>2</sup>
		Bond funds	Up to 1.75% per year	Up to CHF 1,750 per year
		Equity funds	Up to 2% per year	Up to CHF 2,000 per year
		Asset allocation funds	Up to 1.5% per year	Up to CHF 1,500 per year
		Hedge funds	Up to 2% per year	Up to CHF 2,000 per year
		Real Estate Funds	Up to 1.5% per year	Up to CHF 1,500 per year
		Private Equity Funds	Up to 2% per year	Up to CHF 2,000 per year

Clients who consider that they need additional information are required to request it from the Bank and, failing such a request, shall not invoke the fact that they did not have sufficient information on the subject. If the client requests in writing and pays a share of the Bank's research and calculation costs, the Bank may provide the client with information about Compensation related to specific financial instruments, in any manner deemed appropriate by the Bank, providing that it is possible to do so with reasonable effort. Finally, if the client successfully challenges the Bank's acquisition of the Compensation notwithstanding the client's present waiver of all claims to such Compensation, the Bank expressly reserves the right to charge the client any amount, including the amount of the Compensation, the Bank deems to be fair Compensation, at its sole discretion, for the services that it would have rendered free of charge up to that point.

For all other matters, the clients may refer to the legal documentation of the relevant financial instrument that the Bank provided or made available to them.

<sup>1</sup> The actual amount is specified in the term sheet.

<sup>2</sup> Assuming that the annual investment remains equivalent to the total amount initially subscribed (i.e. CHF 100 000).

#### 4. COMPENSATION PAID BY THE BANK TO THIRD PARTIES

The client acknowledges and agrees that the Bank may pay Compensation to third parties, such as financial intermediaries, in connection with the provision of custody and transaction execution services. The third party is responsible for meeting its own obligations related to Compensation, including any restrictions on collection, reporting, and conflict-of-interest management, in accordance with the rules applicable to the third-party intermediary's relationship with the client. The Bank shall incur no liability for the obligations of third parties in that respect.