

GENERAL INTRODUCTION TO COST AND CHARGES FOR OTC DERIVATIVE TRANSACTION

Total cost and charges for entering into a derivative transaction will depend on the specific details of the transactions. However, there are a number of general features that will typically have the same directional impact on cost and charges – for example whether there is a collateral agreement.

Some of these features are common across derivative products and their typical impact on cost and charges are outlined below. Other features, and their typical impact on cost and charges, are specific to a given derivative product - for example the maturity of an interest rate swap - and are outlined in the individual product examples.

Master Netting Agreement: the presence of a netting agreement (ISDA or equivalent) may impact cost & charges. Generally, netting effects will make the cost & charges smaller.

Collateral Agreement: the presence of a collateral agreement (CSA or equivalent), and the specific details of such an agreement may impact cost & charges. Generally, collateral agreements will make the cost and charges smaller. Details such as 'Threshold' and 'Minimum Transfer Amount' will typically reduce cost & charges the lower they are. Also, the more frequent collateral is exchanged the lower cost & charges will typically be. Furthermore, the quality of the eligible collateral may impact costs & charges both positively and negatively, depending on the nature of the transaction.

Counterparty credit risk: the Bank's assessment of the credit quality of the derivative counterparty will impact the cost & charges. Generally, a higher credit quality is associated with lower cost & charges.

Capital markets: the market price of bank funding may impact cost & charges. Generally, elevated funding levels may impact cost & charges both positively and negatively, depending on the nature of the transaction.

Regulation: changes in regulation may impact cost & charges.

Bonds

Government Bond - Nordics

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

A sovereign issued fixed income bond issued in a Nordic currency (DKK, SEK and NOK) which is bought or sold by the customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

- Sales margin

Please note

The prices shown on this page are entirely examples of costs related to this particular financial instrument. Hence, individual costs may differ due to prevailing market conditions, maturities, currencies, the credit policy of Danske Bank, your business volume with Danske Bank, and to other general business considerations. Thus, you should always contact your regular contact person in Danske Bank, should you wish to receive individual information about the precise cost and charges related to the specific transaction you are considering entering.

Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	DKK	N/A

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 13,434	0 - 1%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 13,434	0 - 1%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 13,434	0 - 1%

Bonds

Covered Bonds - Nordics

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

A covered bond issued by a mortgage institution in a Nordic currency (DKK, SEK and NOK) which is bought or sold by the customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

- Sales margin

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	DKK	N/A

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 13,434	0 - 1%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 13,434	0 - 1%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 13,434	0 - 1%

Bonds

Government Bond - Majors

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

A sovereign issued fixed income bond issued in a major currency (EUR, USD and JPY) which is bought or sold by the customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

- Sales margin

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	N/A

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 100,000	0 - 1%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 100,000	0 - 1%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 100,000	0 - 1%

Bonds

Government Bond - Others

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

A sovereign issued fixed income bond issued in a non Nordic or non major currency which is bought or sold by the customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

Sales margin

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	GBP	N/A

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 112,740	0 - 1%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 112,740	0 - 1%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 112,740	0 - 1%

Bonds

Credit Bond - Nordics

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

A corporate or financial institution issued fixed income bond in a Nordic currency (DKK, SEK and NOK) which is bought or sold by the customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

- Sales margin

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	DKK	N/A

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 13,434	0 - 1%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 13,434	0 - 1%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 13,434	0 - 1%

Bonds

Credit Bond - Majors

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

A corporate or financial institution issued in a major currency (EUR, USD and JPY) which is bought or sold by the customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

- Sales margin

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	N/A

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 100,000	0 - 1%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 100,000	0 - 1%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 100,000	0 - 1%

Bonds

Covered Bond - Majors

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

A covered bond issued by a mortgage institution in a major currency (EUR, USD and JPY) which is bought or sold by the customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

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Examples of costs

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Amount	Currency	Maturity
10,000,000	EUR	N/A

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 100,000	0 - 1%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 100,000	0 - 1%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 100,000	0 - 1%

Derivatives

Exchange Traded Derivatives - Nordic

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

An exchange traded product in a Nordic currency (DKK, SEK and NOK) - both listed and given up to the exchange - which is bought or sold by a customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

- Sales margin
- Brokerage

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	SEK	10 contracts of 10 year SEK Bond Future

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 502	0 - 0,05%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 502	0 - 0,05%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 502	0 - 0,05%

Derivatives

Exchange Traded Derivatives - Majors

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

An exchange traded product in a major currency (EUR, USD and JPY) - both listed and given up to the exchange - which is bought or sold by a customer

Overview of cost elements

When you trade with Danske Bank there can be cost related to both the financial product and to the financial service. For this particular financial instrument, the cost may consist of:

- Sales margin
- Brokerage

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	100 contracts of 10 year EUR Bund Future

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 2,000 EUR	0 - 0,02%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 2,000 EUR	0 - 0,02%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 2,000 EUR	0 - 0,02%

Interest Rate Derivatives

Interest Rate Swap

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to periodically exchange fixed for floating interest rate payments or vice versa from the start date until the end date. You can agree to either (i) receive cash flows linked to a floating interest rate in return for making a fixed payment for a fixed term or (ii) receive a fixed rate in return for making a payment linked to the floating interest rate.

Overview of cost elements

The cost and charges of an Interest Rate Swap are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the Interest Rate Swap will generally increase with the maturity of the trade.
- Trade currency: the cost & charges of the Interest Rate Swap will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Trade direction: the cost & charges of the Interest Rate Swap will depend on the direction of the trade, i.e. which party pays or receives the fixed rate. Generally, the party paying fixed rates tend to experience lower cost & charges compared to the party receiving fixed rates.

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 years

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 350,000	0 - 3.5%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 350,000	0 - 3.5%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 350,000	0 - 3.5%

Interest Rate Derivatives

Interest Rate Swaption

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to either

1. have the right (if you buy the product and pay a premium) to exercise into an interest rate swap in order to hedge an underlying asset/liability by periodically exchanging fixed for floating interest rate payments from the start date until the end date.

2. have the obligation (if you sell the product and receive a premium) if exercised to enter into an interest rate swap in order to change interest rate payments on an underlying asset/liability by periodically exchanging fixed for floating interest rate payments from the start date until the end

Overview of cost elements

The cost and charges of an OTC-Swaption are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the OTC-Swaption will generally increase with the maturity of the trade.
- Exercise date(s): the cost & charges of the OTC-Swaption will depend on the location of the exercise date(s), generally the cost & charges tend to increase with the time to the exercise date(s).
- Trade currency: the cost & charges of the OTC-Swaption will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Trade direction: the cost & charges of the OTC-Swaption will depend on the direction of the trade, i.e. which party pays or receives the fixed rate. Generally, the party paying fixed rates tend to experience lower cost & charges compared to the party receiving fixed rates.
- Bought/sold: the cost & charges of the OTC-Swaption will depend on whether the option is bought or sold, and on whether the option premium is paid/received up-front or on a running basis. Options bought generally have higher cost & charges when the premium is paid running rather than up-front.
- Cash/physical: the cost & charges of the OTC-Swaption will generally be lower if settled on a cash basis rather than by entering a physically settled swap, and may in turn depend on whether the OTC-Swaption is bought or sold, and finally on the trade direction of the underlying swap.

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	1Y10Y

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 180,000	0 - 1.8%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 180,000	0 - 1.8%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 180,000	0 - 1.8%

Interest Rate Derivatives

Interest Rate Cap

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to have the right (if you buy the product and pay a premium) or be bound (if you sell the product and receive a premium) to receive/to pay the difference between the floating rate and the Cap strike if the floating rate index on a given fixing date is higher than the strike rate.

Overview of cost elements

The cost and charges of an Interest Rate Cap are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the Interest Rate Cap will generally increase with the maturity of the trade.
- Trade currency: the cost & charges of the Interest Rate Cap will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Bought/sold: the cost & charges of the Interest Rate Cap will depend on whether the option is bought or sold, and on whether the option premium is paid/received up-front or on a running basis. Options bought generally have higher cost & charges when the premium is paid running rather than up-front.
- Strike: the cost & charges of an Interest Rate Cap will depend on the strike in a way that depends on whether the Interest rate Cap is bought or sold, and whether the premium is paid up-front or on a running basis.

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 Years

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 200,000	0 - 2%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 200,000	0 - 2%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 200,000	0 - 2%

Interest Rate Derivatives

Interest Rate Floor

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to have the right (if you buy the product and pay a premium) or be bound (if you sell the product and receive a premium) to receive/to pay the difference between the floor strike and the floating rate if the floating rate index on a given fixing date is below the strike rate.

Overview of cost elements

The cost and charges of an Interest Rate Floor are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the Interest Rate Floor will generally increase with the maturity of the trade.
- Trade currency: the cost & charges of the Interest Rate Floor will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Bought/sold: the cost & charges of the Interest Rate Floor will depend on whether the option is bought or sold, and on whether the option premium is paid/received up-front or on a running basis. Options bought generally have higher cost & charges when the premium is paid running rather than up-front.
- Strike: the cost & charges of a Interest Rate Floor will depend on the strike in a way that depends on whether the Interest Rate Floor is bought or sold, and whether the premium is paid up-front or on a running basis.

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 Years

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 200,000	0 - 2%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 200,000	0 - 2%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 200,000	0 - 2%

Interest Rate Derivatives

Interest Rate Collar

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to either;

1. have the right (if product is bought and you pay a net premium) to be compensated by the difference between the floating rate and the "high" strike rate for the following term, if the floating rate on a fixing day exceeds the "high" strike rate, or be bound to pay the difference between the "low" strike rate and the floating rate for the following term, if the floating rate on a fixing day is below the "low" strike rate.

Or;

2. be bound to (if product is sold and you receive a net premium) to pay the difference between the floating rate and the "high" strike for the following term, if the floating rate index on a fixing day exceeds the "high" strike rate, or have the right to be compensated by the difference between the "low" strike rate and the floating rate for the following term, if the floating rate on a fixing day is below the "low" strike rate.

Overview of cost elements

The cost and charges of an Interest Rate Collar are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the Interest Rate Collar will generally increase with the maturity of the trade.
- Trade currency: the cost & charges of the Interest Rate Collar will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Bought/sold: the cost & charges of the Interest Rate Collar will depend on whether the option is bought or sold, and on whether the option premium is paid/received up-front or on a running basis. Options bought generally have higher cost & charges when the premium is paid running rather than up-front.
- Strike: the cost & charges of a Interest Rate Collar will depend on the strike in a way that depends on whether the Interest Rate Collar is bought or sold, and whether the premium is paid up-front or on a running basis.

Please note

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 Years

Financial Instrument:		
	Amount (EUR)	Percent
One-off Costs:	0 - 200,000	0 - 2%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 200,000	0 - 2%

Investment Service and Ancillary Service:		
	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 200,000	0 - 2%

Interest Rate Derivatives

Cross Currency Swap

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to periodically exchange fixed or floating interest rate payments and potentially repayments of the notional in one currency by fixed or floating interest rate payments and potentially repayments of the notional in another currency from the start date until the end date.

Overview of cost elements

The cost and charges of an Cross Currency Swap are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

-Maturity: the cost & charges of the Cross Currency Swap will generally increase with the maturity of the trade.

-Trade currency: the cost & charges of the Cross Currency Swap will generally increase with the volatility of the underlying FX cross of the trade.

-Trade direction: the cost & charge of the Cross Currency Swap will depend on the direction of the trade, i.e. in which currencies you pay and receive the floating payments and the notional exchanges, and the difference between current FX spots and forwards.

Please note

The prices shown on this page are entirely examples of costs related to this particular financial instrument. Hence, individual costs may differ due to prevailing market conditions, maturities, currencies, the credit policy of Danske Bank, your business volume with Danske Bank, and to other general business considerations. Thus, you should always contact your regular contact person in Danske Bank, should you wish to receive individual information about the precise cost and charges related to the specific transaction you are considering entering.

Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR/USD	7 years

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	0 - 1,000,000	0 - 10%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	0 - 1,000,000	0 - 10%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	0 - 1,000,000	0 - 10%

Interest Rate Derivatives

Barrier Swap

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to hedge an underlying interest rate exposure by periodically exchange floating for fixed interest rate payments from the start date until the end date. The product offers a reduced fixed rate. This comes at the expense of only offering protection against moderate increases in short term rates.

Overview of cost elements

The cost and charges of a Barrier Swap are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the Barrier Swap will generally increase with the maturity of the trade.
- Trade currency: the cost & charges of the Barrier Swap will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Trade direction: the cost & charges of the Barrier Swap will depend on the direction of the trade, i.e. which party pays or receives the fixed rate. Generally, the party paying fixed rates tend to experience lower cost & charges compared to the party receiving fixed rates.

Please note

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 years

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	1,00 - 72,200	0.001% - 0.72%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	1,00 - 72,200	0.001% - 0.72%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	1,00 - 72,200	0.001% - 0.72%

Interest Rate Derivatives

Callable Swap

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to periodically exchange fixed for floating interest rate payments or vice versa from the start date until the end date. You can agree to either (i) receive cash flows linked to a floating interest rate in return for making a fixed payment for a fixed term or (ii) receive a fixed rate in return for making a payment linked to the floating interest rate.

Overview of cost elements

The cost and charges of an Callable Swap are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the Callable Swap will generally increase with the maturity of the trade.
- Exercise date(s): the cost & charges of the Callable Swap will depend on the location of the exercise date(s), generally the cost & charges tend to increase with the time to the exercise date(s).
- Trade currency: the cost & charges of the Callable Swap will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Trade direction: the cost & charges of the OTC-Callable Swap will depend on the direction of the trade, i.e. which party pays or receives the fixed rate. Generally, the party paying fixed rates tend to experience lower cost & charges compared to the party receiving fixed rates.

Please note

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 years (5Y exercise)

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	150 - 251,000	0.002% - 2.51%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	150 - 251,000	0.002% - 2.51%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	150 - 251,000	0.002% - 2.51%

Interest Rate Derivatives

Extendable Swap

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to hedge an underlying interest rate exposure by periodically exchange floating for fixed interest rate payments from the start date until the initial end date. The product offers a reduced fixed rate. This comes at the expense of a potential extension of the product from the initial end date until the potential end date.

Overview of cost elements

The cost and charges of an Extendable Swap are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Maturity: the cost & charges of the Extendable Swap will generally increase with the maturity of the trade.
- Exercise date(s): the cost & charges of the Extendable Swap will depend on the location of the exercise date(s), generally the cost & charges tend to increase with the time to the exercise date(s).
- Trade currency: the cost & charges of the Extendable Swap will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Trade direction: the cost & charges of the Extendable Swap will depend on the direction of the trade, i.e. which party pays or receives the fixed rate. Generally, the party paying fixed rates tend to experience lower cost & charges compared to the party receiving fixed rates.

Please note

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 years (5Y exercise)

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	150 - 251,400	0.002% - 2.51%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	150 - 251,400	0.002% - 2.51%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	150 - 251,400	0.002% - 2.51%

Interest Rate Derivatives

Constant Maturity Swap

Here, you will find an overview of the elements of cost related to the product and the investment service

Product description

The objective of this product is to periodically exchange two floating rate indices from the start date until the end date. You can agree to (i) either receive a cash flow linked to a short tenor index, in return for you making a payment linked to a long tenor index (CMS-rate) for a fixed term or (ii) agree to receive a cash flow linked to a long tenor index (CMS-rate), in return for you making a payment linked to a short tenor index for a fixed term.

Overview of cost elements

The cost and charges of an Constant Maturity Swap are sensitive to specific details of the trade. Here we outline the most important trade details that determine cost & charges:

- Trade currency: the cost & charges of the Constant Maturity Swap will generally increase with the volatility of the underlying interest rates for the given trade currency.
- Trade direction: the cost & charges of the Constant Maturity Swap will depend on the direction of the trade, i.e. which party pays or receives the swap rate. Generally, the party paying swap rates tend to experience lower cost & charges compared to the party receiving swap rates.

Please note

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Examples of costs

Below you can see an example of costs based on an example amount, shown as both a percentage and an amount

Amount	Currency	Maturity
10,000,000	EUR	10 years

Financial Instrument:

	Amount (EUR)	Percent
One-off Costs:	130 - 37,600	0.001% - 3.76%
On-going Costs:	0	0
All cost related to the transaction	0	0
Incidental cost:	0	0
Total Instrument costs:	130 - 37,600	0.001% - 3.76%

Investment Service and Ancillary Service:

	Amount (EUR)	Percent
One-off Costs:	0	0
On-going Costs:	0	0
All cost related to the transaction	0	0
Charges to ancillary services	0	0
Incidental cost:	0	0
Inducements:	0	0
Total Investment/Ancillary Cost	0	0
Total Cost	130 - 37,600	0.001% - 3.76%

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