

In connection with Act 256/2004 on capital market undertakings, as amended (the "Act") and in accordance with the European Directive 2014/65/EU on markets in financial instruments (MiFID II), Sberbank CZ, a.s., having its registered office at U Trezorky 921/2, 158 00, Prague 5 - Jinonice, Co. Reg. No.: 250 83 325, incorporated in Commercial Register kept by the Municipal Court in Prague, File No. B 4353 (the "**Bank**") and being the provider of investment services, is obliged to include its customers as clients in one of the following categories and inform them about the categorisation:

- ✓ Retail client
- ✓ Professional client
- ✓ Eligible counterparty.

Client

Degree, Name, Surname / Trade name	
Personal number (date of birth) / Co. Reg. No.	
Permanent residence / Registered office	
Mailing address	
Client number or account number	

The Bank hereby notifies you that, in accordance with, pursuant to the requirements of, the laws and regulations specified above, you have been categorised as:

- a retail client a professional client an eligible counterparty

The Bank has included you in the category indicated above on the basis of the following facts:

For **retail clients**, you are a natural or legal person to whom the Bank provides investment services according to the Act and who, on the basis of the currently available underlying documents or other requirements specified by the Act, does not comply with the parameters for categorisation as a professional client or an eligible counterparty.

For **professional clients**, you are a natural or legal person to whom the Bank provides investment services according to the Act. A professional client possesses the financial background, experience, knowledge and expertise to make its own investment decisions and properly assess the risks that it incurs and, on the basis of the currently available underlying documents, it meets the conditions set out in the Act.

According to Section § 2a of the Act, a professional client is:

- a) a legal person established for business purposes and meeting, according to the most recent financial statements, at least 2 of the following 3 parameters:
 1. The total amount of assets corresponds to the amount of at least EUR 20,000,000;
 2. The net annual turnover corresponds to the amount of at least EUR 40,000,000;
 3. The own funds correspond to the amount of at least EUR 2,000,000;
- b) a foreign person established for business purposes and meeting the requirements specified set out in point (a).

For **eligible counterparties**, you are a legal person to whom the Bank provides investment services according to the Act and who, according to the currently available underlying documents, meets the conditions set out in the Act.

According to Section 2d of the Act, the eligible counterparty refers to the following entities:

- a) a bank,
- b) a savings and credit cooperative,
- c) a securities trader,
- d) an insurance company,
- e) a reinsurance company,
- f) an investment firm,
- g) an investment fund,
- h) a pension company,

- i) another person conducting its business on the financial market under an authorisation granted by the financial market supervisor or under registration made in a register by the financial market supervisor, in particular, a payment institution, electronic money institution, small-scale electronic money issuer, small-scale payment service provider, non-banking consumer credit provider, chief administrator, investment intermediary, insurance agent, insurance broker, independent consumer credit intermediary, independent insurance adjuster, operator of a payment system with settlement finality, operator of a securities settlement system with settlement finality and central securities depository (CSD), except a tied investment intermediary, tied agent according to the Consumer Credit Act, tied agent of a securities trader, tied agent of a pension company, tied insurance intermediary, subordinate insurance intermediary, and exclusive insurance agent,
- j) a person who performs securitisation as its core activity,
- k) a person who trades in investment instruments on its own account to mitigate (hedge) the risk of trading in the investment instruments listed in Section 3 (1) (d) to (k) of the Act provided that this activity is among its core activities,
- l) a person who trades in the investment instruments listed in Section 3 (1) (g) to (i) of the Act or in commodities on its own account provided that this activity is among its core activities,
- m) a legal person who is authorised to manage the assets of the state in supporting the purchase, sale or management of its receivables or other assets or in the restructuring of corporations or other legal persons with the beneficial interest of the state,
- n) a foreign legal person pursuing activities similar to those pursued by any of the persons mentioned in points (a) to (m) of the Act,
- o) a state or a member state of a federation,
- p) the Czech National Bank, a foreign central bank or the European Central Bank,
- q) the World Bank, the International Monetary Fund, the European Investment Bank or another international financial institution.

General Client Categorisation Rules

The Bank has categorised you as indicated above on the basis of the most recent information available to the Bank. If any of the information is not recent, please inform us immediately. Also please inform us immediately if you believe that the client categorisation has been performed incorrectly.

The Bank will treat you as the client of the category specified above and your protection in the provision of investment service will be set up accordingly. The consequences of the categorisation are specified below.

Any client who disagrees with the categorisation has the right to request that the Bank review the categorisation prerequisites and, if applicable, re-categorise the client. The client may apply for re-categorisation at any time during the term of the contractual relationship.

Level of Protection and Categorisation Characteristics

The individual categories provide different levels of client protection with regard to the scope of the investment services and/or investment instruments offered by the Bank. The highest level of protection is set for the retail client category; on the contrary, the eligible counterparty category offers the lowest level of protection. Clients may use their own discretion to apply for a change in the level of protection (lower or higher).

Retail Client

A retail client is a physical or legal person to whom the Bank, being the provider of investment services, provides an investment service according to the Act and who does not meet the parameters for being categorised as a professional client or an eligible counterparty. The Bank must provide this client the highest level of protection in the provision of the investment services. The client can request that the Bank include the client in the professional client category provided that all the conditions set out in the Act are met. This procedure is associated with the loss of the existing level of protection and treatment, in particular, the right to the compensation payment can be lost in case of a foreign system similar to the Investor Compensation Fund. The re-categorisation agreement must be made in writing. The Bank may not comply with the client's request for inclusion in a lower protection level category even if the client meets the quantitative parameters set out by the Act.

Professional Client

A professional client is a physical or legal person to whom the Bank, being the provider of investment services, provides an investment service according to the Act and who has the financial background, expertise and experience to the extent necessary to make its own decisions regarding the purchase, sale or other operations involving investment instruments, in particular, to assess the associated risks, and who, at the same time, meets the conditions set out in the Act. In comparison with the retail client, the professional client is released from certain steps, which can have a positive effect on the trading dynamics; on the other hand, it is necessary to note the lower level of protection provided to a professional client in comparison with a retail client in the course of the provision of investment services. A professional client can request that the Bank includes the client in the eligible counterparty category provided that the conditions set out in the Act are met. The Bank may not comply with the client's request for re-categorisation in a lower protection level category. A professional

client may request to be re-categorised as a retail client for all the investment instruments or investment services. In such a case, the Bank must comply provided that the re-categorisation request is made by a client who was originally a professional client; otherwise the Bank has no obligation to comply with the re-categorisation request. The re-categorisation agreement must be made in writing.

Eligible Counterparty

An eligible counterparty is a legal person to whom the Bank, being the provider of investment services, provides an investment service according to the Act and who meets the conditions set out in the Act for inclusion in this category. While a client categorised as an eligible counterparty is released from certain steps associated with categories described above, it receives no level of protection in the provision of investment services. A client categorised as an eligible counterparty may request a higher level of protection and re-categorisation as a professional client or retail client for all the categories of investment instruments or investment services. The Bank must comply with the request. The re-categorisation agreement must be made in writing.

General

Any change in the categorisation must be made in writing.

The client confirms that it has read and agrees with the above-mentioned categorisation.