COSTS AND CHARGES

1. Introduction

FXJET (hereinafter the '' Company'') is owned as a trade name by Bogofinance Capital Markets LTD which is regulated by the Cyprus Securities and Exchange Commission (CySEC) under the license number 321/17

Following the implementation of the Markets in Financial Instruments Directive 2014/65/EU ("MiFID II") and in accordance to the provisions of the Investment Services and Activities and Regulated Markets Law of 2017 (the "Law") of the Cyprus Securities and Exchange Commission ("CySEC"), the company is required to provide to clients or potential clients in good time information on all costs and related charges. Such information relates to both investment services and ancillary services, including the cost of advice, where relevant, the cost of the financial instrument recommended or marketed to the client and how the client may pay for it, also encompassing any third-party payments.

2. Definitions

'Spread': is the difference between the buy price and the sell price of a particular trading instrument.

'Swap/Rollover': is the process of extending the settlement date of an open position (i.e. date by which an executed trade must be settled). That is, the Company will simply add or deduct from a client's trading account an interest rate for rolling over (i.e. holding/transferring) open positions relating to finance transactions generated through an account to the next day.

'**Commission fee':** is charged only, when opening and closing a position and is automatically calculated according to the volume traded.

'Dormant/ Inactivity fee' is a monthly fee imposed on trading accounts which have become archived due to inactivity (trading/withdrawals/deposits) for a period of one hundred and eighty (180) calendar days

3. Types of Costs and Charges Incurred

3.1 Spreads

FXJET offers variable spreads (i.e. not fixed spreads), which means that the spread value constantly changes based on the current liquidity market conditions and the volatility. As such, spreads tend to be narrower under normal market conditions. However, spreads may widen as a result of important news announcements, during political uncertainty, because of unexpected events that can lead to volatile market conditions, or at the close of the business day, or at the weekends when the liquidity is lower.

Example

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Tel: +357 25 249000 **Fax:** +357 25 249009 **Email:** info@fxjet.com **Web:** www.fxjet.com

You trade 1 standard lot in EUR/USD. The current bid and ask prices are 1.30563 and 1.30579, respectively. Therefore, you buy at the ask price 1.30579 (i.e., open price) and you close the order at the bid price 1.30563 (i.e., close price). The difference between buy and sell prices is the spread. As such, the spread is 0.00016 (i.e., 1.6 pips) which equals to USD 16 (or currency equivalent). This is calculated based on the volume you trade (i.e., lots), the point size and the spread: 100,000 * 0.0001 * 1.6 = USD 16

At this point, we would like to draw your attention to the fact that Buy orders always open at ask prices and close at bid prices.

You can read more about our average spreads on our website at the following links:

- https://www.fxjet.com/forex-and-precious-metals/
- https://www.fxjet.com/future-cfds/
- https://www.fxjet.com/future-cfds-expiration/
- https://www.fxjet.com/cryptos/
- https://www.fxjet.com/stocks/

3.2 Swap/Rollover Fee

FXJET handles rollover interest (i.e. swap fees) at competitive rollover rates for all positions held open overnight (i.e. 22:00 GMT). Positions opened at 22:01 are not subject to rollover until the next day, but if you open a position at 21:59, a rollover will take place at 22:00 GMT.

FXJET debits or credits clients' accounts with competent rollover rates, within an hour, when a trade is kept open overnight (i.e., 22:00 GMT). Although there is no rollover on Saturdays and Sundays when the markets are closed, banks still calculate interest on any position held over the weekend. To level this time gap, FXJET applies a 3-day rollover strategy on Wednesdays for all instruments, except stocks, which 3-days swaps apply on Friday. .

Example
Every currency trade is based on borrowing one currency in order to buy another. Interest is paid on the borrowed currency and earned on the purchased currency. For instance, if we assume that the interest rates in Japan and the US are 0.25% p.a. and 2.5% p.a. respectively, and you have a buy position of 1 lot in USDJPY at 118.50, you will earn 2.5% per year on your USD and pay 0.25% per year on your borrowed JPY. This means that with an open position you gain USD 6.16 per day [100,000* (2.5%-0.25%)/365]. This amount is credited into your account and equivalent to 0.73 pips per day [118.50* (2.5%-0.25%)/365]. Similarly, if you have a short position in USDJPY, you lose USD 6.16 per day. Thus, rollover interest can provide an added stream of profit or loss for you.

You can read more details about our swap rates on our website, at the following links:

- https://www.fxjet.com/forex-and-precious-metals/
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3.3 Commission fee

For every instrument that commission is charged (there are commission free instruments) FXJET charges a commission fee every time a holder of an account opens or closes a position (Full commission is charged on opening). The commission fee is automatically calculated according to the volume traded. Commissions differentiate on account type and instrument traded. You can read more about the commission fee at the following links:

- https://www.fxjet.com/forex-and-precious-metals/
- https://www.fxjet.com/future-cfds/
- https://www.fxjet.com/future-cfds-expiration/
- https://www.fxjet.com/cryptos/
- https://www.fxjet.com/stocks/

Example on FX / VIP Account

For a "Buy 3 lots USD/JPY" position, the transaction size is 100,000 USD. Considering that for a USD 100,000 transaction size, commission is charged for both opening and closing the position at USD 2.5 each. Therefore, for this transaction the commission will be: 2 x (2.5 x 300,000 / 100,000) = 15 USD. The commission fee is deducted from the account during the opening of the transaction for both the operations at once (opening and closing).

3.4 Dormant/ Inactivity fee

As per our 'dormant and archiving policy', which you accepted in our Terms and Conditions of Business, in the event that there is no trading activity (i.e. trading/withdrawals/deposits) in your account for a set period of at least one hundred and eighty (180) calendar days, your account will be regarded to be 'dormant' or 'archived'.

Dormant accounts are charged with a monthly dormant fee of USD/GBP/Euro 10 (depending on the currency of the account) or the full amount of the free balance in the account, in the case that the free balance is less than USD/GBP/EURO 10. There will be no charge in case the free balance in your account is zero (0). As such, accounts with zero (0) balance, will be archived after a period of one hundred and eighty (180) calendar days.

4. Annual Report of the Costs and Associated Charges

An overview of the aggregated costs and charges (i.e. including the swap charges, spreads, commissions and dormant fee, if applicable) derived from clients' transactions regarding each of their trading account(s) will be provided, via email, to each client, on an annual basis. This information will be sent to Company's on each account's base currency. This will help clients to understand the costs and associated charges imposed on their trading account(s) according to their trading activity throughout the year.