

The following sets out the applicable rates for the purposes of your Agreement with CMC Markets Canada Inc. (“**CMC Markets Canada**”) to trade in contracts for difference (“**CFDs**”) and OTC Options.

Unless defined in this Rates Schedule, certain capitalised words and expressions in this document shall have the meaning given to them in the Terms of Business applicable to the relevant Platform associated to your Account.

We may vary this Rates Schedule by written notice to you. Other than under certain exceptions, changes will become effective on the date specified in the notice which will generally be at least 60 days after transmission of the notice. Changes to Margin Rates and other Margin requirements will be made in accordance with the CMC Markets Canada Terms of Business applicable to the relevant Platform associated to your Account and may take effect immediately.

We may also discount, rebate, or waive any fees outlined below for promotional purposes or for any other reason at our sole and absolute discretion. In such cases, the discounted, rebated, or waived fees will be governed by the terms and conditions of the applicable promotion for the duration of the promotion only.

1. Share CFD Commission Rates.

No Commission is charged to your Account upon execution of any Order when trading share CFDs on our Platform.

Country of shares	Commission Charge
Canada	\$0
US	\$0
All other countries	\$0

2. Transaction Rates

The transaction cost of a CFD Trade, irrespective of its asset class, includes the Trade Spread, which is the difference between the buy price and sell price that you pay. The Order ticket displays the Trade Spread prior to entry. You can also see the current Spread for any instrument by referring to the Product overview for the relevant instrument on the Platform. Alternatively, general details of the Spreads we offer are also available on the Product page of our Website.

3. Holding Costs.

- 3.1 Share CFDs and cash index CFDs held in the Account at the end of each trading day (17:00 NY Time) may be subject to a Holding Cost. Holding rates are based on the underlying interbank rate for the currency (see table below) plus 2.5% on buy Positions and minus 2.5% on sell Positions.
- 3.2 Holding Costs are charged for buy Positions and credited for sell Positions, unless the underlying interbank rate is equal to or less than 2.5%, in which case sell Positions may incur a Holding Cost charge and will be deducted from the cash in your Account.

Currency	Interbank rate
CAD	Canada Banker Acceptance 1 Month
USD	SOFR
AUD	Banker Acceptance Bill 1 Month
DKK	Copenhagen Interbank Offered Rate 1 Month
EUR	EUROSTR
GBP	SONIA
HKD	Hong Kong Interbank Offered Rate 1 Month
IDR	1 Month Deposit
JPY	TONA
NOK	Norwegian Interbank Offered Rate 1 Month
NZD	Bank Bill 1 Month
SEK	Stockholm Interbank Offered Rate 1 Month

CHF	SARON
SGD	SORA

3.3 Holding rates for cash commodity and treasury CFDs are based on the inferred holding costs built into the underlying futures contracts, from which the Prices of our cash commodity and treasury Products are derived. The Price of our cash commodity and treasury Products strips out this inferred holding cost (as described above) to create our continuous 'cash' Price. The inferred daily holding cost is then applied as our Holding Cost, which can be positive or negative.

3.4 Holding rates for forex are based on the TomNext (Tomorrow to Next Day) rate in the underlying market for the currency pair and are expressed as an annual percentage.

Buy Position holding rate = TomNext Rate % -1%

Sell Position holding rate = TomNext Rate % +1%

Different rates are quoted for buy and sell Positions and are actively traded between banks. TomNext rates in the underlying market are based on the interest rate differential between the two currencies. As a general rule, if the interest rate of the first named currency is higher than the second named currency in the pair (subject to the 1% adjustment detailed above), and you hold a buy Position, the Holding Cost will be credited to your Account. Conversely, if you hold a sell Position in this scenario, the Holding Cost will be debited from your Account.

4. Guaranteed Stop Loss Order Premium (Not available on the MT4 Platform)

If you wish to place a GSLO on a Trade or Position, you will be required to pay a premium, which is known on the Platform as a GSLO Premium, when you place the Trade.

The GSLO Premium required for your Trade or Position is calculated using the GSLO Premium cost per unit shown on the Platform in the 'Product overview' section of each Product (see Guaranteed Stop Loss Orders) and the current Price.

The calculation for the GSLO Premium is:

Cost per unit x number of units traded

Example:

For the iShares S&P/TSX 60 Index ETF, if the GSLO Premium rate is \$1.00 CAD per unit for a 10 Unit Trade, the GSLO Premium is \$10.00 CAD (\$1.00 X \$10.00 = \$10.00 CAD).

If the GSLO is not triggered, 50% of the original premium paid upon placing the GSLO will be refunded to you when you close the Trade.

5. Dormant Account Inactivity Charge.

A monthly inactivity charge will be deducted from the balance of any dormant Account. For this purpose, an Account shall be considered dormant if there are no open Positions and there has been no other trading activity for a continuous period of 1 year ("**Dormant Account**").

The monthly inactivity charge will be deducted from a Dormant Account until either:

- the Account is closed by you or CMC Markets Canada;
- trading activity recommences on the Account; or
- the balance of the Account is reduced to zero.

The amount of monthly inactivity charge will depend on your Account Currency. Please see the table below for the applicable monthly inactivity fee for your Account:

ACCOUNT CURRENCY	MONTHLY INACTIVITY FEE
USD	USD \$15

CAD	CAD \$15
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The monthly inactivity charge will be deducted in arrears, on or about the first working day of each calendar month.

Once the balance of a Dormant Account has reduced to zero, CMC Markets Canada will not deduct further monthly inactivity charges from the Dormant Account. A Dormant Account will not incur a negative balance as a result of the deduction of the monthly inactivity charge.

6. Currency Conversion.

All Realised Profit or Realised Loss will automatically convert into the Account Currency at the CMC Currency Conversion Rate.

The CMC Currency Conversion Rate is CMC Markets Canada's spot rate derived from multiple liquidity providers for the currency pair +/-0.50%. CMC Markets Canada will convert the profit and loss amount of the foreign currency CFD Margin Trade into your Account Currency using this rate.

For any deposits you make to your Account in a currency other than the Account Currency, CMC Markets Canada will automatically convert the deposited funds to the Account Currency at the CMC Currency Conversion Rate plus 1.00%.

Our exchange rate conversions from the Product Currency into the Account Currency on the basis of our CMC Currency Conversion Rate may be subject to changes at any time (see our Terms of Business).

7. Market Data Subscription.

If you subscribe for certain Products, a market data subscription fee may apply.

If you have a Next Generation Account and are not classified as a Private Investor for market data purposes in accordance with the applicable Terms of Business, different market data subscription fees will apply. Full details of such fees can be found on our Platform.

If you have a MT4 Account and are not classified as a Private Investor for market data purposes, as defined further below, the following monthly subscription fee, exclusive of taxes, will apply if you opt in to have access to market data:

MT4 Monthly Market Data Subscription Fees

Country	Private Investor	Non-Private Investor	Charge Currency
For Canada equity CFDs	No fee	No fee	CAD
For US equity CFDs	No fee	\$30/month	USD

The market data subscription fee is charged per calendar month subscribed to market data and is first deducted from your Account at the time of initial subscription, and after that, on or around the first day of any new month the subscription remains active. The monthly fee will be converted into your Account Currency at the CMC Currency Conversion Rate before it is deducted from your Account.

In order to qualify as a Private Investor for market data purposes when trading on the MT4 Platform, you and all Authorised Persons must satisfy all of the conditions set out below:

- i) you must be a natural person (meaning that you are an individual);
- ii) you access and use our market data and similar information in an individual and personal capacity for your own personal investment activities only, and not for any commercial purpose or as a principal, officer, partner, employee or agent of any business or in connection with the professional management of any third party assets;
- iii) you are not a financial institution or registered with any securities agency, regulatory or self-regulatory body;
- iv) you are not engaged in a financial service business and are not employed as a financial adviser for the purposes of the Agreement; and
- v) you do not engage in the business of accessing or aggregating our market data and similar information and redistributing or otherwise furnishing that information to any third parties.

If you have a Next Generation Account, once you activate a market data subscription, it will be automatically renewed at midnight on the first day of the month if you hold open Positions or Pending Orders covered under the market data subscription. If you have no open Positions or Pending Orders covered under the market data subscription at midnight on the first day of the month, you will be automatically unsubscribed from any market data subscription. Midnight refers to the local time of every market (country). You may also unsubscribe from your market data subscription at any time, provided

you no longer have any Positions or Pending Orders covered under the relevant market data subscription. If you cancel after the first day of the month, the monthly fee for such market data subscription shall still apply for the entire month.

If you have a MT4 Account, you may unsubscribe from your market data subscription at any time by notifying us by email at clientmanagement@cmcmarkets.ca, provided you no longer have any open Positions or Pending Orders covered under the relevant market data subscription. Your monthly subscription will be automatically renewed on the first day of every month, unless you cancel it prior to that day. If you cancel after the first day of the month, the monthly fee for such market data subscription shall still apply for the entire month. If your MT4 account does not hold sufficient funds to debit the monthly market data subscription fee, CMC Markets Canada reserves the right to cancel the subscription on your behalf.

For additional details on market data subscriptions, please contact our client services department or email us at clientmanagement@cmcmarkets.ca.

8. OTC Options

8.1 Spread

The Buy and Sell Price of an OTC Option Contract is generally not the same. As soon as you have placed an OTC Option Contract, there is a risk of loss in the amount of the difference between the Buy and Sell Price ("Spread") taking into account your Position, and depending on Price movements, the size of the spread fluctuates. You can see the current Spread for any instrument by referring to the Product overview on the Platform.

8.2 Premium

The amount you are required to pay us to place an Order for a Long OTC Option Contract or you are entitled to receive when you place a sell Order for a Short OTC Option Contract. Premium for OTC Option Contract will be settled on a net basis at the time of either the date on which an OTC Option Contract is closed, is exercised or reaches the Expiry Date (whichever comes sooner).

In instances where you are purchasing either a Put Option or a Call Option OTC Option Contract, the Premium will be calculated as follows:

Number of OTC Option Contracts x Multiplier* x Price of OTC Option Contract x CMC Conversion Rate (where applicable)

**The Multiplier for all OTC Options calculations is 1.*

This Premium calculation does not change regardless of whether the OTC Option Contract is a Put Option or a Call Option.

EXAMPLES OF CALCULATIONS OF PREMIUM:

Example A of Premium – Long Call Option

If you buy 10 Call Option OTC Option Contracts at \$63, the Premium is as follows:

Premium will be $10 \times 1 \times \$63 = \630

Example B of Premium - Long Put Option

If you buy 10 Put Option OTC Option Contracts at \$71, with a Strike Price of \$800 and a Spot Price of 1,000.

Premium will be $10 \times 1 \times \$71 = \710

Please note that the Premium will be converted into the Account Currency if different from the Product Currency for the OTC Option Contract at the point that the Premium is deducted. Any estimates of the currency conversion amount of the Premium displayed on the Platform are indicative only.

8.3 Margin

You will be required to deposit Margin when you submit an Order for OTC Options Contracts. The Margin will be calculated differently depending on whether you are submitted an Order for a Short or a Long position. For a Short position, the Margin will be calculated differently depending on whether you are placing an Order for a Call Option or a Put Option.

8.3.1 Long Position Margin

The Margin requirement when an Order for a Long OTC Option Contract, whether a “put” or a “call” is submitted is displayed to you on the Platform as follows:

Number of Contracts x Multiplier* x Buy Price of OTC Option Contract x CMC Conversion Rate

Once the Order for a Long OTC Option Contract is executed, the Margin requirement is calculated as follows:

Number of Contracts x Multiplier* x Sell Price of OTC Option Contract x CMC Conversion Rate

**The Multiplier for all OTC Option Contracts is 1.*

The Margin required for any Long OTC Option Contract will rise or fall depending on the movement of the OTC Option Contract Price. Where the OTC Option Contract Price falls to zero, you will no longer be required to pay any Margin.

Example A of Margin (at the point of Order submission) – Call Option Long OTC Option Contract

You buy 10 Put Option OTC Option Contracts where the Buy Price is \$20 and the Sell Price is \$19. The initial Margin required would be \$200 (10 x 1 x 20 (i.e. Buy Price))

8.3.2 Short Position Margin

The Margin requirement when an Order for a Short OTC Option Contract is submitted is displayed to you on the Platform as follows:

Call or Put Option: The higher of:

$((X\% \times \text{Spot Price}) - \text{Out of the Money Amount})$

OR

Y%

where:

- X is the Margin Standard Rate and Y is the Margin Floor Rate. These Rates are specified in the Product overview on the Platform.
- The Margin Standard Rate will be at least the margin rate used for the underlying asset.
- The Margin Floor Rate will be at least 25% of the margin rate used for the underlying asset multiplied by either the market value of the underlying asset (for a call option), or by the aggregate exercise value of the option (for a put option).
- The Spot Price refers to the Level 1 Mid-Price of the underlying asset, as derived and quoted by CMC; and
- The “Out of the Money Amount” refers to the difference between the Strike Price of the OTC Option Contract and the Spot Price. For Call Option OTC Option Contracts this is calculated as Strike Price – Spot Price, and for Put Options OTC Option Contracts as Spot Price – Strike Price. Where the Out of the Money Amount is negative, a value of 0 will apply to the calculation as the option will be “in the money”. For reference, the OTC Option Contract price does not form part of the calculation for Margin on Short OTC Option Contracts