

UniCredit Bank Czech Republic, a.s., with its registered office at Prague 1, Na Příkopě 858/20, Postal Code 111 21, ID No.: 649 48 242, entered in the Commercial Register maintained by the Municipal Court in Prague, Section B, file 3608 (hereinafter just the “Bank”)

INFORMATION REGARDING CATEGORISATION

The Bank, as an investment services provider under Act No. 256/2004 Coll., on Capital Market Undertakings, as subsequently amended (hereinafter just the “Act”), is obliged to place its clients into an appropriate client category and to inform them about such categorisation.

In accordance with the above legal regulations, the Act defines the following client categories:

- a client who is not a professional client (a “**retail client**”);
- a “**professional client**”;
- an “**eligible counterparty**”, i.e. a professional client towards whom the investment services provider (the Bank) does not need to observe the rules for dealing with clients when providing certain investment services.

The Bank provides no protection for an eligible counterparty in the case of investment services defined by the Act. The Bank is entitled to provide the minimum necessary level of protection for a professional client. A retail client enjoys the Bank’s maximum level of protection as defined in detail by the Act.

The main reasons and differences in dealing with retail clients as compared with professional clients consist especially in:

- (i) a mandatory greater extent of information conveyed and instructions provided;
- (ii) increased entitlements to definition of the client’s rights and the Bank’s obligations in respective contracts concerning the provision of investment services, including sufficient prior information on the content of such contract;
- (iii) a detailed examination of the suitability and appropriateness of investment instruments or services for the client concerned (an investment questionnaire) without the possibility to automatically assume certain answers.

A specific list and the content of the Bank’s individual obligations towards retail and professional clients are stipulated in the provisions of Section 15–Section 15r of the Act, while the provisions of Section 17– Section 23 of the regulation No. 256/2004 Coll., the Decree on the Details of Certain Rules in the Provision of Investment Services, in particular, establish the specific detailed extent of the increased level of protection for retail clients. The Bank will inform the client about these provisions upon his or her request.

Placement into the appropriate client category influences the level of respective protection but does not in any way have a direct impact on the extent of services or investment instruments offered and provided by the Bank.

Should the Bank agree and should certain exacting criteria, including quantitative financial limits, be fulfilled, it is possible

to request a transfer from the retail to the professional client category. Such transfer is concurrently connected with loss of the existing level of protection and the level of treatment (see above), and, especially in the case of a foreign system similar to the Securities Brokers Guarantee Fund, such transfer can result in the loss of a claim to the payment of compensation.

The client can also request a transfer from a category with a lower level of protection to a category with a higher level of protection. In such case, too, the Bank is not obliged to perform the transfer (except when the transfer is requested by a client who was originally in the retail client category).

The specific terms and conditions of a transfer can be obtained in person at the Bank. The Bank reserves the right not to provide an option for only partial transfers between client categories, i.e. only in relation to an individual investment instrument or investment service whereby the client could have multiple client categories. However, should the client request a higher level of protection regarding an individual investment service or investment instrument, including a more detailed explanation of investment instrument risks or instructions on particularities of an investment service, he or she is entitled to make such a request from the Bank without the necessity of resolving a transfer.

The Bank is also entitled to make a decision on its own initiative about the re-categorisation of a client from a category with a lower level of protection to a category of a higher level of protection, and that, in accordance with the Act, especially from the category of professional clients to the category of retail clients, if there are well-founded reasons.