



Costs and associated charges in the context of a portfolio management mandate

In accordance with European Commission Delegated Regulation 2017/565 supplementing Directive 2014/65/EU of the European Parliament and of the Council, this document provides you with an overview of the costs and associated charges that will apply in the context of a discretionary portfolio management mandate signed with TARENO (Luxembourg) S.A. (hereinafter "TARENO").

The costs that apply to the amount invested in the frame of the management mandate with TARENO consist of 2 elements, namely the remuneration received by TARENO for exercising its management mandate on one hand, and the costs and associated charges charged by the custodian bank on the other hand. All these costs will have an impact on the gross performance of the portfolio.

TARENO's management fee varies between 0.5% and 1% per annum, depending on the investment profile chosen and the amount invested. The costs and associated charges charged by the custodian bank depend of course on its pricing policy, but also on market conditions and the number of transactions carried out during the year. Under normal market conditions, and depending on the investment profile chosen, we estimate that these costs and associated charges represent an average of 0.3 to 0.7% of the amount invested.

In total, the costs and associated charges applied to the amount invested will therefore be between 0.8% and 1.7%, and will consequently impact the portfolio's return.

Example:

If TARENO's management fee has been set at 0.75%, and the bank's costs and associated charges represent 0.5% after one year, the impact will be 1.25% on the portfolio's return. For an amount invested of EUR 1,000,000, the costs and associated charges will represent EUR 12,500 per year.

If the average gross return on the portfolio is 6% per annum, the net return will therefore be 4.75% per annum. Over 3 years, the cumulative gross return will be 19.10%, while the cumulative net return will be 14.94%, representing a gain of EUR 149,400.

This example does not represent a guarantee of results, but a realistic estimate of the return on a portfolio under normal market conditions and on the basis of the average rates observed at the custodian banks with which we usually work.