



Costs and Charges Policy & Examples

Pepperstone EU Limited

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1. Direct Costs

Spread and Commission

The difference between the bid and ask price is known as the spread. The spread can vary depending on a wide range of market conditions. Pepperstone offers two trading accounts, a) Standard and b) Razor and the costs for trading are dependent on the trading account you hold with us. Both account types will have minimum spread.

In most cases Pepperstone will charge our spread on top of the market spread which is the fee for trading and shown as a total spread on the trading platform (Tables 2 - 7). Spread charges will be applied to most of our products; Forex, Indices, Metals, Cryptocurrency and Soft Commodities (Tables 3-7). Share CFD trades are charged a commission instead of a spread (Table 8).

Standard Account

Our Standard Account has a 1 Pip Mark-up to the spread reflected on the Razor account for Forex, instead of a separate commission charge. For a standard account commissions on metals and Index products are reflected in the spread (Tables 2-8).

Standard Account - Swap-free

In some regions and at the discretion of Pepperstone, we offer a swap-free account for clients. This account type does not incur overnight funding or swaps. An administration fee is charged on any position open for 10 days for each 10-day period (Table 9). The swap-free account has a 1 pip mark-up to the spread of forex instruments on top of the Razor account spreads with commissions on Index and Metal products reflected in the spread.

Razor Account

Our Razor account commission is dependent on the account currency and is charged on all FX trades (Table 1). In Addition to the commission, you will also pay a market spread or minimum spread. When trading a cTrader account the commission is 7 units in the base currency of the instrument traded and converted to your trading account currency. e.g. 1 lot AUDUSD = \$7 AUD per Lot. For both MetaTrader and cTrader platforms the commission on index, metal, cryptocurrency and soft commodity markets are reflected in the spread with no separate commission charge.

2. Other Charges

A. Overnight funding and swaps

Overnight funding is a charge for holding a position in equities, commodities, crypto, metal or index markets and a swap for forex positions over rollover; which is 5pm New York (23:59 Server Time).



Forex

Pepperstone's Forex overnight funding or swap as displayed in the platform is calculated by using the TomNext rate provided by our liquidity providers with an admin fee. These rates are updated as the underlying TomNext rate changes.

Formula for forex overnight funding is: number of nights held x (TomNext* including funding fee**) x trade size.

*TomNext rate is derived from our liquidity providers from the underlying market.

**Funding Fee is the TomNext rate in points multiplied by 3%

Triple swap.

Given the T+2 nature of Spot Forex, trades held past 5pm Wednesday New York time will be treated as having been executed on Thursday and the account adjusted for three days of interest to account for the weekend. For our CFD Equities and Index products a Triple swap will be incurred on Friday to account for weekend holding.

Swap-free Administration Fee

At Pepperstone's discretion we offer a swap-free account to some clients, due to personal or religious reasons. The swap-free account does not incur swaps, rather has a set admin fee charged every 10 days that a position is held open. The administration fee is available in Table 9.

Indices, commodities and share CFDs Overnight funding.

Pepperstone calculates overnight funding for Indices based on LIBOR or the equivalent interbank rate.

Formula for indices overnight funding is: nights held x (market price at rollover x trade size x (LIBOR +/- admin fee*)/360

*Admin fee is 2.5%

B. Inactivity Fees

Pepperstone doesn't charge an inactivity fee. We believe that traders should be able to trade when the market suits them. While trading accounts without a balance will be archived after 60-days of not trading we can reinstate these at any time for you.

C. Funding and Withdrawal Fees

Pepperstone does not charge funding and withdrawal fees, however, your bank may charge an intermediary fee. It is always best to check with your financial institution about any intermediary bank charges that may be incurred when transacting with Pepperstone.

3. Tables with Costs & Charges

Table 1

MetaTrader 5 Razor Commissions	
Trading Account Currency	Commission Per 1 Lot (100,000 base Currency)
AUD (Australian Dollar)	AUD 3.50 (AUD 7 round turn)
USD (US Dollar)	USD 3.50 (USD 7 round turn)
JPY (Japanese Yen)	JPY 303 (JPY 607 round turn)
EUR (Euro)	EUR 2.61 (EUR 5.23 round turn)
GBP (Pound Sterling)	GBP 2.29 (GBP 4.59 round turn)
CHF (Swiss Franc)	CHF 3.30 (CHF 6.60 round turn)
NZD (New Zealand Dollar)	NZD 4.75 (NZD 9.50 round turn)
SGD (Singapore Dollar)	SGD 4.55 (SGD 9.10 round turn)
HKD (Hong Kong Dollar)	HKD 28.17 (HKD 56.34 round turn)
CAD (Canadian Dollar)	CAD 3.5 (CAD 7 round turn)
MetaTrader 4 Razor Commissions	
Trading Account Currency	Commission Per 1 Lot (100,000 base Currency)
AUD (Australian Dollar)	AUD 3.50 (AUD 7 round turn)
USD (US Dollar)	USD 3.76 (USD 7.53 round turn)
JPY (Japanese Yen)	JPY 303 (JPY 607 round turn)
EUR (Euro)	EUR 2.61 (EUR 5.23 round turn)
GBP (Pound Sterling)	GBP 2.29 (GBP 4.59 round turn)
CHF (Swiss Franc)	CHF 3.30 (CHF 6.60 round turn)
NZD (New Zealand Dollar)	NZD 4.75 (NZD 9.50 round turn)
SGD (Singapore Dollar)	SGD 4.55 (SGD 9.10 round turn)
HKD (Hong Kong Dollar)	HKD 28.17 (HKD 56.34 round turn)
CAD (Canadian Dollar)	CAD 3.5 (CAD 7 round turn)



Minimum and Average Spreads (Tables 2 to 7)

Table 2

Forex		
Currency Pair	Minimum Spread*	Average Spread*
AUDCAD	0.30	0.91
AUDCHF	0.20	0.66
AUDJPY	0	0.32
AUDNZD	0.20	0.86
AUDSGD	1.6	2.41
AUDUSD	0	0.18
CADCHF	0.3	0.94
CADJPY	0	0.45
CHFJPY	0	0.60
CHFSGD	0	1.27
EURAUD	0	0.51
EURCAD	0.40	1.20
EURCHF	0	0.51
EURCZK	0.10	0.53
EURGBP	0	0.48
EURHUF	4	15.04
EURJPY	0	0.27
EURMXN	14	37.79
EURNOK	6	17.13
EURNZD	0.4	1.41
EURPLN	2	8.47
EURSEK	6	22.49
EURSGD	1.10	1.83
EURTRY	2	13.91



EURUSD	0	0.13
EURZAR	2	38.46
GBPAUD	0.8	1.91
GBPCAD	0.6	2
GBPCHF	0.8	1.79
GBPJPY	0.4	1.20
GBPMXN	14	61.22
GBPNOK	6	31.10
GBPNZD	1.2	2.73
GBPSEK	7	33.45
GBPSGD	1.3	3.17
GBPTRY	4	23.36
GBPUSD	0	0.51
NOKJPY	1.5	1.78
NOKSEK	6	8.08
NZDCAD	1	1.99
NZDCHF	0.5	1.10
NZDJPY	0.3	0.81
NZDUSD	0.1	0.37
SEKJPY	6	6.25
SGDJPY	1	1.21
USDCAD	0	0.24
USDCHF	0	0.31
USDCNH	6.40	9.21
USDCZK	3	37.37
USDHUF	4	11.23
USDJPY	0	0.13
USDMXN	5	15.47
USDNOK	1.50	11.20
USDPLN	6	11.95



USDRUB	22	67.76
USDSEK	6	17.77
USDSGD	0.50	1.39
USDTHB	10	33.21
USDTRY	1.40	10.12
USDZAR	10	24.11
ZARJPY	1	1.05

*Minimum and Average spread refers to the spread on a Razor account, Standard accounts will have an additional 1Pip above these values.

Table 3

Index Markets		
Instrument	Session Time (GMT + 2)	Minimum Spread
AUS200	00.50 - 7.30	1
	03:00 - 10:00	1.80
CN50	03:00 - 10:00	10
	10:00 - 22:45	12
	22:45 - 3:00	24
EUSTX50	00:00 - 23:59	2
FRA40	09:00 - 23:00	1
GER30	09:00 - 23:00	1
	18:30 - 23:00	2
	02:15 - 9:00,	4
	23:00 - 02:15	5
IT40	10:00 - 18:40	10
JPN225	01:30 - 23:00	8



	23:00 - 1:30	10
SPA35	09:00 - 18:30	1
	21:00 - 09:00	2
	18:30 - 21:00	3
UK100	10:00 - 18:30	1
	09:00 - 10:00, 18:30 - 23:00	2
	03:00 - 09:00	3
	23:00 - 03:00	4
US500	16:30 - 23:00	0.40
	01:00 - 16:30, 23:00 - 00:00	0.60
	00:00 - 01:00	1.50
NAS100	01:00 - 00:00	1
US30	16:30 - 23:00	1.60
	10:00 - 16:30	2.40
	01:00 - 10:00, 23:00 - 00:00	3.80
	00:00 - 01:00	9.80
US2000	01:00 - 00:00	0.30
	00:00 - 01:00	0.80
HK50	03:15 - 21:00	8
	21:00 - 03:15	30



Table 4

Commodities		
Commodity	Minimum Spread	Average Spread
Cocoa	5.0	5.00
Coffee	2.30	2.80
Cotton	13.00	13.00
Orange Juice	3.00	3.41
Sugar	4.20	4.20

Table 5

Metals		
Instrument	Minimum Spread	Average Spread
XAGEUR	0.50	0.93
XAGUSD	0.50	0.82
XAUAUD	0.50	2.60
XAUEUR	0.50	1.53
XAUUSD	0.50	1.13
XPDUSD	5.00	
XPTUSD	5.00	

Table 6

Energy		
Instrument	Minimum Spread	Average Spread
XBRUSD	0.50	
XTIUSD	0.50	
XNGUSD	5.00	



Table 7

Cryptocurrency	
Instrument	Minimum Spread (\$)
Bitcoin	10.00
BitcoinCash	4
Dash	3.00
Ethereum	4.00
Litecoin	3.00

Table 8

Equities	
Instrument	Commission
US Equity CFD	\$0.02 USD per share

Table 9

Instrument	Admin Charge (USD) per Lot/contract
Cryptocurrencies except Bitcoin, Orange Juice, OJ, Sugar, Cocoa, Coffee	\$1
AUS200, HK50, UK100, US500, NAS100, EUSTX50, FRA40, SPA35, US2000, USDX, Cotton	\$5
XTIUSD, GER30, XBRUSD, IT40, JPN225, CN50, Bitcoin	\$10
US30	\$30
FX and precious metals	\$50



4. Examples- Illustration of estimated fees and charges:

Example 1: Average overall spread and financing charges

Account Currency: USD
Traded Currency: EURUSD:

	Cost per million EURUSD including average spread and financing charges (swaps)	Annualised costs (based on 100 standard lots notional volume = USD\$10 million)
Razor Account	USD \$29.36	USD \$293.6
Standard Account	USD \$48.12	USD \$481.2
Swap-free Account	USD \$58.78	USD \$587.8

Example 2: Forex Swap Calculation

Currency pair: AUD/CAD

TomNext Rate 10/02/2020: **Bid:** 0.0000069 **Ask:** 0.0000371

TomNext Converted into MT4 Points: **Short:** 0.69 **Long:** -3.71

TomNext Including Mark-up: **Short:** 0.69 – (3%*0.69) **Long:** -(3.71 + 3%*3.71)

TomNext Displayed in terminal: **Short:** 0.67 **Long:** -3.82

One Point: 0.00001

Account Base: AUD

Exchange Rate: 0.89156

Trade Size 1 Lots (100,000)

Nights Held: 1

Pepperstone Swap Short: 0.67 Long: -3.82

Swap Long to be debited $1 * (0.00001/0.89156) * (100,000 * -3.82) = \-4.28

Swap Short to be credited $1 * (0.00001/0.89156) * (100,000 * 0.67) = \0.75

Example 3 overnight funding for Indices:

Index: US30

Account Base: USD

Trade Size: 1 contract (\$29,493 USD)

LIBOR USD 1 Month: 1.66188

Pepperstone Admin fee: +/- 2.5%

Overnight funding Long: -4.162% (= -1.66188 - 2.5)% Short: -0.838% (=1.66188-2.5)%

Funding Long: $(\$29,493 * -4.162\%)/360 = \-3.41

Funding Short $(\$29,493 * -0.838\%)/360 = \-0.69



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