

Dear Valued Customer,

Sub.: Value Added Tax (VAT) – notice of change in law

Addendum to our agreement with you

In accordance with the Federal Decree Law No. 8 of 2017 for Value Added Tax issued on 23 August 2017, and the Cabinet Decision No. 52 of 2017, Dubai International Securities LLC (DIS) will charge VAT at the standard rate of 5% on the brokerage services provided to you in UAE, effective from 1 January 2018. VAT will be charged in addition to the agreed contractual prices and rates and will be paid to the Federal Tax Authority in compliance with the UAE VAT legislation.

If you have provided advance payment and/or pre-funded your account with us, on or before December 31, 2017, for services to be rendered on or after 1st January 2018, VAT will be charged for the services provided on or after 1st January 2018. This means that even though you have an existing agreement with us, VAT may apply to any product and/or service we provide to you from 1st January 2018. This will be applied, without limitation, to agreements related to brokerage accounts, products and/or services we provide to you with effect from 1st January 2018.

As per the Law it is mandatory for businesses which have taxable turnover in excess of AED 375,000 to register for VAT purposes. DIS will register for VAT with the Federal Tax Authority as required under the VAT law and related regulations.

In order to reflect the introduction of VAT from 1st January 2018, we are including an Addendum (see the Appendix below) as a further clause to the existing agreements applicable to our services and arrangements. This means that if VAT is chargeable, we will normally debit your account for the VAT amount in the same way and at the same time as we debit your account for the underlying charge, expense, fees and/or commission.

Acceptance of the Addendum as in the Appendix

Your continued dealing with Dubai International Securities LLC (DIS) will be taken as your acceptance of the addition of the Addendum, as set out at the Appendix, to our existing Agreement with you.

Except as varied by the addendum below, our existing agreement(s) with you shall continue in full force and effect in all respects.

Please note that this letter supersedes any contrary terms relating to VAT in the agreement that you have entered into with Dubai International Securities LLC (DIS), or in relation to the services provided by DIS.

In case you have any queries, please feel free to contact us at DIS@alrostanigroup.ae.

For more information on VAT, you may visit the website of the Ministry of Finance on <https://tax.gov.ae/index.aspx>

Thanking you and with regards,

For Dubai International Securities LLC

APPENDIX

ADDENDUM TO OUR AGREEMENT WITH YOU

“VAT” means value added tax or any similar or substituted turnover or sales tax, imposed or administrated in the United Arab Emirates.

Any consideration to be paid or given for taxable supplies/services made by Dubai International Securities LLC (DIS) to the customers/other party is to be treated as exclusive of VAT. The recipient of any such supply and/or services shall, in addition to the consideration for the supply and/or service, pay to DIS an amount equal to any VAT chargeable in respect of the supply/service in question on demand by DIS. This will be effective from January 1, 2018.