Cryptosmart S.p.A.

Information on prices, costs and fees

What is Cryptosmart's approach to prices, costs and fees?

Cryptosmart applies different pricing, cost and commission policies depending on the services provided and the interfaces used by the user.

The following information is intended to explain Cryptosmart's approach to prices, costs and fees, depending on the characteristics of these services.

How does Cryptosmart determine the price of crypto-assets in relation to services involving the exchange of crypto-assets for funds and the exchange of crypto-assets for other crypto-assets?

When a customer wishes to purchase crypto-assets as part of the services for exchanging crypto-assets for funds and for exchanging crypto-assets for other crypto-assets, they must choose the interface through which to do so.

The company offers three different interfaces, known respectively as 'Cryptosmart Pro', 'Cryptosmart Easy' and 'Cryptosmart Start'. It is also possible to carry out 'Direct Trading Transactions' with the company, particularly in the case of transactions of a particularly large scale.

To help you make an informed choice, Cryptosmart provides information setting out the main features of the various interfaces through which it offers crypto-assets.

In all the cases considered above, Cryptosmart specifies a fixed price or a method for determining the price of crypto-assets exchanged for funds or other crypto-assets, in accordance with Article 77 of MiCAR, setting out its pricing policy in accordance with both the characteristics of the crypto-assets and the manner in which the services are provided.

How are the prices quoted by Cryptosmart for the purchase or sale of crypto-assets via the Cryptosmart Easy interface determined?

In the case of the Cryptosmart Easy interface, the buy and sell prices for crypto-assets are quoted by the company on the basis of a reference price, which is calculated as the median of *the bid-ask midpoints* on highly liquid *exchanges*.

Volatility estimates and a *slippage* function based on value-of-transaction bands are applied to this reference price. The buy price quoted includes an upward safety margin to cover the risk of a price rise, whilst the sell price includes a downward margin to cover the risk of a price fall.

Slippage is calculated by aggregating the *price levels* of the reference *exchanges* and simulating the execution of orders across different transaction value bands.

How are the prices displayed by Cryptosmart for buying or selling crypto-assets within the Cryptosmart Pro interface determined?

Within the Cryptosmart Pro interface, Cryptosmart constructs a 'Price-by-Quantity Table' in real time, drawing on external reference *exchanges* and applying a protective *buffer* solely for the volatility component. Unlike the method used for the Cryptosmart Easy interface, no *slippage spread* is added, as the matching of volumes to price levels takes place in real time and the effect is immediately visible, resulting in a reduction in *the* overall *spread*.

How are the prices that Cryptosmart quotes for buying or selling crypto-assets within the Cryptosmart Start interface determined?

For crypto-assets traded via the Cryptosmart Start interface, Cryptosmart determines the price using an internal algorithm based on the ratio of *the asset's* reserves to a more liquid 'Counter-Currency Asset' (e.g., USDC or EUR).

The instantaneous internal price is calculated using a mathematical formula, with the ratio of reserves between the crypto-asset and the Counter-Currency Asset serving as *the key driver*. To limit excessive fluctuations, the price is constrained within a price band. Should reserves of the crypto-asset be exhausted, only customer sales are permitted; conversely, if liquidity in the Countervalue Asset is temporarily reduced, sales of the crypto-asset may be suspended whilst purchases remain available, subject to notification to customers.

How are the prices quoted by Cryptosmart for the purchase or sale of crypto-assets in Direct Exchange Transactions determined?

Direct Exchange Transactions are handled by telephone (or by email). The Company provides a price quote, also specifying the expiry time by which the quote must be accepted. If the client accepts the quote by the expiry time, either by telephone or by sending confirmation via email, the transaction is confirmed and executed on the terms specified; if the deadline passes without confirmation, the quote lapses and a new quote must be requested.

The quote is prepared using the same methodology as that followed for the Cryptosmart Easy interface, as described above.

When can the prices quoted by Cryptosmart be considered final?

The prices quoted by Cryptosmart can be considered final once the client submits the order and it is accepted by the system.

The table below provides an overview of the types of orders that customers can place, depending on the type of interface or execution method managed by the Company.

Interface/method	Order types
Cryptosmart Easy	– Fixed-price orders – Target-price orders
Cryptosmart Pro	– Best-price orders – Limit orders – *Stop-limit* orders
Cryptosmart Start	– Fixed-price orders
Direct Trading	– Fixed-price orders

What fees does Cryptosmart charge for its crypto-asset exchange services involving funds or other crypto-assets?

Cryptosmart charges a fee calculated as a percentage of the value of the asset received from the customer (e.g. euros or crypto-assets) and deducted from the credited amount, as set out below:

- 0.20% on Bitcoin, Ethereum, Cardano, Compound, Polkadot, Chainlink, Loopring, Litecoin, Decentraland, Polygon, Trump, Tron, USDC, Dogecoin;
- 0.90% on less liquid *tokens* such as NurKoin (NUR), Carbon Negative Token (CNTOK), Mamicoin (MAMI), STREAM, EXC.

The percentage is applied to the amount received by the customer. For example, in the case of a purchase of 1 BTC, the fee applied will be 0.002 BTC (0.20%) and the customer will be credited with 0.998 BTC.

The percentages indicated above also apply to Direct Exchange Transactions, unless otherwise specified by the Company at the time the exchange price is quoted.

What fees does Cryptosmart charge for its digital crypto-asset wallet service?

The digital crypto-asset wallet service is provided free of charge; there is no monthly fee or any additional costs.

What fees does Cryptosmart charge for its transfer service?

The services for depositing crypto-assets into the digital wallet offered by the Company are provided free of charge.

Withdrawals are subject to variable fees depending on the *blockchain* used, the minimum deposit/withdrawal limits and the number of confirmations required on the *blockchain* for the funds to be credited. Withdrawal fees are reviewed periodically in line with trends in the network fees (*blockchain* fees) that Cryptosmart incurs to carry out transfers; these fees may also vary frequently, for example in the event of network congestion. The fees charged to the customer are comprehensive and include both the *blockchain fee* and Cryptosmart's service fee.

The table below shows, **by way of example only**, the withdrawal fees applied depending on the different types of crypto-assets. Before confirming each transaction, the user is shown a detailed summary of the fees applied.

Crypto-asset	Withdrawal Fee	Minimum withdrawal limit	No. of confirmations
Bitcoin (BTC)	0.0001 BTC	0.001 BTC	3
Ethereum (ETH)	0.001 ETH	0.0001 ETH	12
USDC (ERC-20)	5 USDC	10 USDC	12
Solana (SOL)	0.01 SOL	10 SOL	12
Cardano (ADA)	1 ADA	5 ADA	15

What fees does Cryptosmart charge in relation to the Launchpad Service?

As part of the Launchpad Service, Cryptosmart agrees, on a case-by-case basis, with entities intending to offer *tokens* on the fees applicable to the service, based, amongst other things, on the characteristics of *the token*, the size of the offering and other commercial parameters.

Customers are required to pay a fee of 0.90% when subscribing to or purchasing *tokens* offered as part of the Launchpad Service.