

Morgan Stanley EQDR RTS27 Disclosure

June 2020

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RTS 27 Table 5 – Description of relevant Tax Costs and Charges

The information provided within the below information is based upon the tax charges applicable in Q1 of 2020 and reflect the rates that may have be charged. It does not take into account variations in taxes as a result of investors specific circumstances.

Table 5 - costs information to be published in accordance with Article 5	
Information required under Article 5(a) to (d)	Equity <u>Argentina Financial Transaction Tax (FTT)</u> Argentinian FTT may be applied at a rate of 0.6% on ARS currency debit and credit transactions to and from Argentine cash accounts.

China A (Stock Connect or QFII) and China B

A Chinese Stamp duty is charged at a rate of 0.1% on consideration. Payable by the seller upon settlement.

Colombia Financial Transaction Tax (FTT)

Columbian FTT is applied at a rate of 0.4% on COP currency debit transactions from Colombian cash accounts.

Egyptian Stamp Duty

Egyptian Stamp Duty was charged at a rate of 0.125% on both the purchase and sale of certain Egyptian securities until 31 May 2018. The rate increased to 0.15% on 1 June 2018.

French Financial Transaction Tax

French FTT is charged at a rate of 0.3% per purchase of chargeable securities.

Greek Sales Tax

Greek Sales Tax is charged at a rate of 0.2% on the proceeds from the sale of certain Greek equities.

Hong Kong Stamp Duty

Hong Kong Stamp Duty is charged at a rate of 0.2% (rounded up to the nearest HKD1) payable whenever there is a change in the beneficial ownership of shares. This is normally split between the buyer (0.1%) and the seller (0.1%).

Indian Stamp Duty

Indian Stamp Duty rates vary and may be charged dependent upon different scenarios.

Indian Securities Transaction Tax at a rate of 0.1% of Settlement Price may be charged on shares executed on stock exchanges applicable to Buyer and Seller. The rates and chargeable party may differ for trades of equity derivative or unlisted securities.

Indonesia Securities Transaction Tax

Indonesian Securities transaction tax is charged at 0.1% on consideration payable by seller.

Irish Stamp Duty

Irish Stamp Duty is applied at 1.0% on purchase of chargeable Irish securities.

Italian Financial Transaction Tax

Italian FTT is charged at a rate of 0.2% on the purchase of chargeable securities. It may be reduced to 0.1% for transactions executed on a Recognised Exchange.

Kenyan Stamp Duty

Some transactions in Kenyan securities may attract Stamp Duty or Revenue Stamp charges that may range from 0.02% to 1% of the transaction value depending on the nature of the securities and the process by which transactions are documented

Malaysia Stamp Duty

Malaysian Stamp duty is payable at a rate of 0.1% (capped at MYR 200) payable by both by buyer and seller.

Nigerian Stamp Duty

Nigerian stamp duty is charged at a rate of 50 Nigerian Naira per transaction on cash receipts of greater than 1000 Nigerian Naira.

Pakistan Capital Value Tax

Pakistan Capital Value Tax is charged at a rate of 0.01% on the purchase value of shares of companies listed on a stock exchange in Pakistan.

Peru Financial Transaction Tax (FTT)

Peruvian FTT is applied at a rate of 0.005% on PEN currency debits and credits transactions to and from Peruvian cash accounts

Philippines Securities Transaction Tax

Philippines Securities Transaction Tax is charged on the sale of on-exchange transactions at a rate of 0.6% of the gross proceeds and is payable by the seller

South Africa Securities Transfer Tax

South African STT is applied at a rate of 0.25% on the purchase of South African chargeable securities.

South Korea

KRX-KOSPI Market Division trades were subject to a 0.3% tax until 03 June 2019 and are now subject to a 0.25% tax, on the sale proceeds, payable by the seller.

KRX-KOSDAQ Market Division trades were subject to a 0.3% tax until 03 June 2019 and are now subject to a 0.25% turnover tax on the sale proceeds payable by the seller.

OTC trades are subject to a 0.5% turnover tax on the sales proceeds.

Sri Lanka

Sri Lankan Stock Transaction Levy is charged at a rate of 0.3% on sales proceeds.

Swiss Securities Transaction Tax

Swiss Securities Transaction Tax is charged at a rate of 0.075% to each contracting party. The tax is charged at a rate of 0.15% on trading of foreign shares.

Taiwan

Taiwanese Securities Transaction Tax is charged at a rate of 0.3% of consideration on listed stocks payable by the seller.

UK Stamp Duty Reserve Tax (SDRT)

UK SDRT is applied at 0.5% on purchase of chargeable securities. A higher 1.5% rate may be applied on transfers of shares into some depositary receipt schemes or clearance services.

Vietnam

Vietnamese Securities Transaction Tax is charged at a rate of 0.1% on the consideration of listed stocks.

Fixed Income

Chile Withholding Tax:

Chilean withholding tax is charged at a rate of 4% on accrued interest from corporate bonds issued prior to 1 February 2017.

Colombia Withholding Tax:

Colombian withholding tax on accrued interest on sovereign and corporate bonds is charged at 5% unless domiciled in a tax haven where a 25% rate is applicable.

Hong Kong

HK stamp duty may apply if bonds are denominated in HKD and redeemable in HKD.

Italian Substitute Tax (IST)

Italian Substitute Tax is a withholding tax on accrued interest, charged at 26% for Corporate Bonds and 12.5% across Italian and Foreign Government Bonds.

Pakistan

A 0.02% Tax rate may apply on corporate debts instruments.

Portuguese withholding Tax:

Portuguese withholding tax is a withholding tax on accrued interest, charged at a rate of 35% on Portuguese Bonds.

Vietnam Securities Transaction Tax

Vietnamese Securities transaction tax may be charged at a rate of 0.1% on sales proceeds of Vietnamese Bonds.

Derivatives

Italian Financial Transaction Tax (Derivatives)

Italian FTT is charged on equity derivatives whose underlying constituents are either wholly or “mainly” referencing the securities deemed to be in-scope companies.

The rate applicable to derivatives is a flat amount on a sliding scale as detailed in the below table. The rates noted by be reduced to 1/5 where deemed executed on a regulated exchange.

Notional value of contract (thousands of euros)								
FINANCIAL INSTRUMENT	0-2.5	2.5-5	5-10	10-50	50-100	100-500	500-1000	over 1000
Futures contracts, certificates, covered warrants and option contracts based on yields, measurements or indices relating to shares	0.01875	0.0375	0.075	0.375	0.75	3.75	7.5	15
Futures contracts, warrants, certificates, covered warrants and option contracts on shares	0.125	0.25	0.5	2.5	5	25	50	100
Swap contracts on shares and related yields, indices or measurements								
Forward contract connected with shares and with related yields, indices or measurements								
Financial contracts connected with shares and with related yields, indices or measurements	0.25	0.5	1	5	10	50	100	200
Any other security which entails payment in cash, determined with reference to shares and related yields, indices and measurements								
Combinations of abovementioned contracts or securities								

High Frequency Transaction Tax (HFT Derivatives)

HFT is charged on Derivatives traded from a defined list of Italian exchange venues where the delivery, amendment or cancellation of orders breaches the required threshold. The activity exceeding this threshold will be deemed subject to the 0.02%.

N.B Taxes may also be payable in respect of each Transaction at the rate set by the relevant tax authorities at the time of the transaction. Such rates are publicly available and may be affected by factors such as the type of security, type or value of the transaction and/or your tax status.

Total value of all rebates, discounts, or other payments offered (as % of total traded value during the reporting period)	0%
Total value of all costs (as a % of total traded value during the reporting period volume)	0%
Link to a website or other source where further information on costs is available	

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