



# Interactive Brokers (U.K.) Limited Guide To Our Costs And Charges

The Client Agreement ("**Agreement**") we have entered into with you includes provisions on our costs and charges and refers you to the "*Pricing*" section of our website ([www.ibkr.co.uk](http://www.ibkr.co.uk)) for a detailed explanation of the costs and charges applicable to your account, organised by relevant product and market.

Our costs and charges comprise Commissions, Margin Rates, Interest Rates, Short Sale Cost, Research and News, Market Data, ISA and JISA Required Minimums and Other Fees. IBKR will charge you for each service or transaction in accordance with our applicable rates on the relevant markets, financial instruments, or assets. This Costs and Charges Guide explains our pricing structure.

If you are a client of an advisor or introducing broker ("**Intermediary**"), you will have separately agreed with them the costs and charges applicable to their services. Those costs and charges are separate from those applied by IBKR in relation to the provision of its services. As set out in the Agreement, if instructed by your Intermediary, IBKR will collect from your account and pay to your Intermediary, the corresponding amount of their costs and charges.

Name of charge	Description
<b>Commissions</b>	<p>We apply commissions on all products, apart from some ETFs and Mutual Funds. This means that you will pay a commission when trading stocks, warrants, options, futures, and futures options, single-stock futures, EFPs, forex, fixed income, CFDs, and most ETFs and funds around the world.</p> <p>We offer two types of pricing plans:</p> <ul style="list-style-type: none"> <li>• <b>Fixed Rate Pricing Plans:</b> A single flat rate per share or contract that includes all commissions and all exchange and other third-party fees as well as most regulatory fees. This rate does not include some US regulatory fees as well as stamp tax and financial transaction tax, which are passed through to our clients. Fixed Rate Pricing Plans typically suit occasional traders.</li> </ul>

	<ul style="list-style-type: none"> <li>• <b>Volume-Tiered Pricing Plans:</b> Commissions charged decrease based on volume, plus additional fees including exchange, regulatory, applicable tax, and clearing fees. We also apply a surcharge on certain products. In cases where an exchange provides a rebate, we pass some or all the savings directly back to you. Volume-Tiered Pricing Plans typically suit more active traders as they itemise the individual cost components of each trade and pass-through external fees.</li> </ul>
<b>Margin Rates</b>	<p>We charge interest when you borrow money from us. This means that you will be charged interest when you have taken out a margin loan. Additionally, margin accounts that are deemed to have significant risk exposure may be charged a daily "<i>Exposure Fee</i>".</p> <p>If you have an open CFD position, you will either pay or receive interest. For Share CFDs, you will also be subject to an additional stock borrow fee on short CFD positions (see <a href="#">Short Sale Costs</a> below).</p>
<b>Interest Rates</b>	<p>We may apply interest to the credit balance held in your account based on rates available in the interbank deposit market. This means that we may pay interest to your account if your credit balance is in a currency carrying a positive interest rate. Conversely, we may charge interest to your account if your credit balance is in a currency carrying a negative interest rate.</p> <p>Our published interest rates are for direct clients of Interactive Brokers. Clients introduced through another broker may receive a different amount of interest (or no interest) at the election of their broker. Clients should contact their introducing broker about the rates that will apply to their account.</p>
<b>Short Sale Costs</b>	<p>If you sell shares short, we borrow equivalent shares on your behalf to satisfy your obligation to deliver shares to the purchasers and apply a Stock Borrow Fee to your account. In certain cases, we also pay you interest on Short Sale Proceeds.</p>
<b>Research and News</b>	<p>Research, market data and news are available to you through our affiliate Global Financial Information Service ("<b>GFIS</b>"). Some research and news services are available free of charge. GFIS generally charges a monthly subscription fee for research and news. The monthly fee varies depending on the type of services subscribed for. These subscription services are subject to minimum equity balance requirements, as detailed on the IBUK website.</p> <p>GFIS retains around 5% to 10% of the monthly fee quoted on the website to cover their administrative and other costs related to the</p>

	provision of these services. The remainder of the fee is paid to the vendor.
<b>Market Data</b>	<p>GFIS provide access to real-time streaming market data via subscriptions for the exchanges on which you may wish to trade. These subscription services are subject to minimum equity balance requirements, as detailed on the IBUK website.</p> <p>Subscription fees are assessed based on the number of users subscribed to the service on the account. These fees are in addition to the minimum equity balance requirement. Select market data services are eligible for commission-related waivers.</p> <p>GFIS retains 5% to 10% of the fees charged to cover administrative and other costs related to the provision of these data services. The remainder of the fee is paid to the vendor.</p>
<b>Other Fees</b>	<p>You may also be charged fees in relation to:</p> <ul style="list-style-type: none"> <li>• corporate actions and dividend processing;</li> <li>• non commission based trading fees (e.g., to cancel or modify orders at your request, to close a position over the telephone or to cover fees we are charged by an exchange or other market centre, due to an order you have placed);</li> <li>• exercise and assignment of futures and options;</li> <li>• withdrawals, physical cash deposits and processing of returned cheques;</li> <li>• security transfer fees; and</li> <li>• account maintenance and/or reporting fees.</li> </ul>
<b>IBUK Stocks and Shares ISA ("ISA") or Junior Stocks and Shares ISA ("JISA")</b>	<p>There is a minimum monthly activity fee of £3 for a Stocks and Shares ISA (adult) ISA and £1 for a JISA. More information on the IBUK ISA and JISA costs and charges can be found on our dedicated ISA/JISA landing page. Click on the link for additional details:</p> <p><a href="https://www.interactivebrokers.co.uk/en/index.php?f=50549">https://www.interactivebrokers.co.uk/en/index.php?f=50549</a></p>

**Collection of Costs and Charges**

Transaction commissions, fees and other charges are charged to your account upon each order's transmission and/or execution. Credit interest is payable and debit interest is charged at such frequency, rates and on such credit or debit balances as set forth under "Interest Rates" and "Margin Rates", respectively.

Subscriptions to Research and News and to market data are collected monthly on the first week of the following month.

Other fees, where applicable, are charged to the account in the manner described in the "Other Fees" section of our website. Further details are provided on each of the dedicated pages of the IBKR website.

Where instructed to do so by your Intermediary (if any), IBKR will collect from your account and pay to your Intermediary (if any) the costs and charges applied by your Intermediary to your account.

### **Multi-Currency Trading**

The IBKR Multi-Currency Account function gives the ability to trade in products and make deposits and withdrawals in different currencies using a single account that is denominated in a base currency of the client's choosing.

Generally, transaction costs and interests charged or accrued by the client are paid in the currency in which they are incurred. However, this is not the case for Forex executions where the commission is charged in the base currency of the account, not the denomination of the currency pair traded. More information on "Converting Currency Balances" can be found on the [IBKR Knowledge Base](#).

### **Automatic Currency Conversion Functionality (AUTOFX) of Cash Accounts**

Where automatic currency conversion functionality (AUTOFX) applies to your cash account (including accounts opened through the IMPACT Application), IBUK will convert your funds at a rate derived from prevailing market conditions at the time of execution and in the manner set out in your IBUK Client Agreement.

### **Costs and charges illustrations**

The [linked examples](#) show the potential impact of the costs you may pay on your investment return on a hypothetical and best efforts basis. The total costs take into account one-time, ongoing, and incidental costs. The amounts shown assume cumulative costs related to the products traded and services that might be provided to your account. Actual costs might vary.