

Transaction Fees For FFF Embedded Options and Stand Alone Hedges*



FFF Embedded options - Transaction Fees

Transaction Type	Applicable Fees
Interest Rate Fixing or Unfixing	No charge for initial rate fixings up to net approved loan amount in US dollars. 0.010% per annum on notional amount for additional fixings/unfixings in US dollars or fixings/unfixings in non-US dollars.
Interest Rate Caps/Collars	0.125% on notional amount; payable as a lump sum upfront.
Currency Conversions	0.020% per annum on notional amount; payable in the disbursed/converted currency.
Commodity Conversions ¹	0.10% on the commodity notional quantity times the spot price ² ; payable as a lump sum upfront, or in instalments as agreed to with the borrower.
Other Hedges	Assessed according to operational considerations and market comparability.

Stand Alone Hedges* - Transaction Fees

Transaction Type	Applicable Fees
Currency Swaps	0.020% per annum on notional amount; payable in the swapped currency.
Interest Rate Swaps	0.010% per annum on notional amount.
Interest Rate Caps/Collars	0.125% on notional amount; payable as a lump sum upfront.
Commodity Hedge	0.10% on the commodity notional quantity times the spot price; payable as a lump sum upfront, or in instalments as agreed to with the borrower.
Other Hedges	Assessed according to operational considerations and market comparability.

*Requires an ISDA Master Derivatives Agreement (MDA).

Note: See www.iadb.org/en/idb-finance/english/operational-guidelines for more information on transaction fees.

¹ Transaction fee also applies to early termination of Commodity Conversions, in which case it must be paid by the Borrower as a lump-sum upon early termination.

² Spot price on the Commodity Conversion or early termination date as applicable.