

Annex 2: ICCS POLICY FOR CURRENCY CONVERSION RATES

Notwithstanding Section 10.5 of the ICCS Terms and Conditions, the present document outlines the current foreign exchange conversion policy agreed between IATA and the ICCS Service Bank and is valid until further notice. Regular updates will be circulated to all members and posted on the Internet: www.iata.org/iccs.

IATA is currently using the CitiFX Benchmark product for conversion of all currencies that are freely convertible with Citibank London Treasury.

CitiFX Benchmark automatically extracts mid market rates direct from the interbank electronic dealing platforms. These rates are publicly available on Reuters and Bloomberg pages 'FXBENCH' as well as on the CitiFX Interactive website. The fixing of the rates is set at 12pm London time. There is also the possibility of dealing at other Benchmark fixings should IATA be unable to transact at 12pm. Pre-agreed spreads are then applied to the mid-markets rates produced by the FX Benchmark to arrive at the deal rates.

Based on the above, all currency conversions will be carried out at the:

- FXBENCH fixing rate plus (+) or minus (-) the agreed spread, as applicable based on each airline participant's net position on the currency.

The following table lists the spreads currently in force:

Currency	Currency Code	Spread From Mid
U.A.E. Dirham	AED	0.0005
Australian Dollar	AUD	0.0003
Canadian Dollar	CAD	0.0004
Swiss Franc	CHF	0.0003
Czech Koruna	CZK	0.0300
Danish Krona	DKK	0.0010
European Euro	EUR	0.00025
Pound Sterling	GBP	0.0003
Hong Kong Dollar	HKD	0.0004
Hungarian Forint	HUF	0.4000
Iceland Krona	NA	NA
Japanese Yen	JPY	0.0500
Kenyan Schilling	KES	0.2500
Kuwaiti Dinar	KWD	0.0006
Lithuanian Litas	LTL	0.0040
Latvian Lat	LVL	0.0018
Mexican Peso	MXN	0.0090
Norwegian Krone	NOK	0.0030
New Zealand Dollar	NZD	0.0004
Polish Zloty	PLN	0.0040
Romanian Leu	RON	0.0050
Russian Ruble	RUB	0.0150
Swedish Krona	SEK	0.0030
Singapore Dollar	SGD	0.0007
Thai Baht	THB	n/a
New Turkish Lira	TRY	0.0045
South African Rand	ZAR	0.0165

Note: The CitiFX Benchmark system provides a secure delivery mechanism for all trades and is independently audited by KPMG.

IATA has negotiated separate FX conversion policies for each currency that is not freely convertible and therefore requires local conversion in its home market. These policies are outlined in the ICCS Operations Manual.