



# ETFs & ETPs Charges

## All order and quote charges

<b>Order management charge</b>	<b>Order entry</b>
Non-persistent orders <sup>1</sup>	1p
All other orders	Free

<b>Order management surcharge<sup>2</sup></b>	
Registered market makers (on executable quotes)	Free
High usage surcharge	5p each order event
High usage surcharge for qualifying order events	1.25 each order event

## Exchange Charges<sup>3</sup>

<b>Standard Value Traded Scheme<sup>4</sup></b>	<b>Charge</b>
First £0.25bn of order executed	0.45bp*
Next £0.25bn of orders executed	0.40bp*
Next £0.5bn of orders executed	0.30bp*
All subsequent value of orders executed	0.20bp*

<b>Private client broker order book trading scheme<sup>5</sup></b>	
Value of orders executed in first 6 months from joining scheme	Free
Value of orders executed thereafter	0.10bp*

<b>ETF/ETP Registered Market Maker<sup>6</sup></b>	
Market maker registration fee	£20 per security per month
Value of visible orders passively executed	0.10bp**

<b>Additional charge: Hidden and non-displayed portion of Iceberg<sup>7</sup></b>	
Premium on the value executed of orders that are either hidden or the persistent non-displayed portion of an Iceberg	0.25bp

<b>Request for Quote (RFQ) for ETFs and other ETPs</b>	
For the Requester	0.025bp
For the Market Maker	0.10bp
<i>Fees will be waived until 30 June 2017</i>	

## Trade reporting

by Registered Market Makers	<b>Per trade report</b>	<b>Maximum charge per month</b>
Reported trades in all other securities	Free	Free
	3p	£800

## OTC trade reporting

Member firm	<b>Charge</b>
Non-member firm	Free

\* Subject to a minimum charge of 10p per order executed. When an order executes on multiple days, the minimum charge applies on each day it executes.

\*\* Subject to a minimum charge of 5p per order executed. When an order executes on multiple days, the minimum charge applies on each day it executes.



# Factsheet

## Notes

### Order book business

Order and quote charges

#### <sup>1</sup>Non-persistent orders

An order with a Time in Force that prevents it residing on the order book is considered to be a non-persistent order:

- IOC – Immediate or Cancel
- FOK - Fill or Kill

#### <sup>2</sup>Order and quote management surcharge

The order and quote management surcharge (“surcharge”) applies, in addition to any applicable order management charge, to each order or quote event (entry, modification and deletion) (“event”) in excess of the applicable figure in the table below. The surcharge is assessed separately for each member firm in each segment on a daily basis, with the exception of ETFs (segments ETFS, ETF2, ETFU, EUE2, EUET, IECF and IECR) and ETPs (segments ETCS, ETC2 and ETCU) which are assessed for each member firm in each product group (i.e. ETFs or ETPs) on a daily basis.

Security	Number of events per trade permitted before surcharge payable
FTSE 100 Index securities, FTSE 250 Index securities,	500 per electronic trade (automatically executed trades during continuous trading and auctions)
Exchange Traded Funds and Exchange Traded Products	2000 per electronic trade (automatically executed trades during continuous trading and auctions)
EQS securities	500 per reported trade
All other securities	No surcharge

The number of events permitted (by reference to the table above) will be aggregated on a daily basis, and the surcharge will be payable for each event which exceeds that aggregate. For example, for FTSE 100 Index securities, FTSE 250 Index securities and EQS securities if 10 trades are made in a day, the aggregate number of events permitted before the surcharge becomes payable is 5,000 while that for ETFs and ETPs is 20,000.

For FTSE 100 Index securities, FTSE 250 Index securities, EQS securities; If no trades are made on any day, the number of events permitted before a surcharge is payable shall be 500. Entries, modifications and deletions of Executable Quotes in FTSE 100 Index and Firm Quotes in EQS securities in excess of 100 per registered security will be added to the number of order events made in a day when assessing the surcharge. Any other Registered Market Maker quotes do not attract a surcharge. For example, if a Registered Market Maker in 6 EQS securities uses 675 quote updates per day, only 75 events will be added to the number of order events when assessing the surcharge.

For ETFs, ETPs; Order and quote events and trades by a Registered Market Maker, and events and trades generated by Cross Orders and BTF are excluded from the application of the surcharge. The surcharge is not applied if the number of events is below 20,000. To qualify for the reduced high usage surcharge available: for ETFs, member firms must rank amongst the top 5 by monthly value traded in ETFs, and for ETPs, member firms must rank amongst the top 5 by monthly value traded in ETPs.

Securitised Derivatives quote management charge  
An alternative charging model for Securitised Derivatives is available on application and is charged at £10,000 per 100 messages per second per month.

#### <sup>3</sup>Exchange charge

The charge for each order executed in part or in full, without reference to the number of executions incurred. Where an order executes over multiple days a charge will apply on each day it executes.

For the application of the exchange charge, the securities are classified as:

- Equities (segments: AMSM, ASQ1, ASQ2, ASX1, ASX2, ASXN,

HGS1, HGS2, HGS3, SET0, SET1, SET2, SET3, SFM1, SFM2, SFM3, SFM4, SSMM, SSMU, SSQ3, SSX3, SSX4, STMM)

- IOB (segments: IOBE, IOBU)
- ETF/ETP (segments: ETC2, ETCS, ETCU, ETF2, ETFS, ETFU, EUE2, EUET, IECF, IECR)
- Securitised Derivatives (segments: INSD, LVSD)
- Fixed Income (segments: INCP, UKCP, UKGT, RCNT, EXCQ, EXPQ, GRNC, GRPQ)

#### <sup>4</sup>Standard Value Traded Schemes

The charge for each order executed is by reference to the cumulative value traded on the order book by the member firm in the current billing period. Each order execution will be charged in accordance with the banded structure set out in this document, subject to the minimum execution charge. This tariff shall not apply to the following types of trading (although this trading still contributes towards cumulative value traded for purposes of each Standard Value Traded Scheme):

- passive executions of Proprietary Flow (as defined in note 6) that qualifies under the Liquidity Provider Scheme for FTSE 500 securities
- aggressive flow that qualifies under the Liquidity Takers Scheme Packages under note 7 (Equities and IOB)
- orders executed under the Private Client Broker (PCB) Order Book Trading Scheme (as detailed in note 8)
- orders executed by a registered market maker in a Smaller Company under note 9 (Equities and IOB)
- orders executed by a registered market maker in ETF/ETP under note 11

This tariff does not apply nor will volume generated count towards cumulative value traded for all Nominated Client (as defined in note 6) flow. Until 30 April 2016, Cross Orders and BTF executions will not contribute towards cumulative value traded for purposes of ETF/ETP Standard Value Traded Scheme.

#### <sup>5</sup>Private Client Broker (PCB) Order Book Trading Scheme

Any member firm wishing to benefit from this scheme must nominate one Trader Group to be dedicated to this scheme. Any orders submitted within this Trader Group must be Private Investor Orders (as defined in the “Private Client Broker (PCB) Order Book Trading Scheme – Qualification” document). 6 months free trading commences separately for each member firm from the date of inclusion of each Trader Group within the scheme. Note 10 still apply. Details of full terms and conditions, along with how to apply can be found at <http://www.lseg.com/prices>

#### <sup>6</sup>Execution by an ETF/ETP Registered Market Maker

Passive executions of orders that are neither hidden nor the non-displayed portion of an Iceberg order by Registered Market Makers in any security in which the market maker is registered qualify for this tariff. ETF/ETP instruments are defined as follows:

- Exchange Traded Funds
- Exchange Traded Products (ETCs & ETNs)

#### Execution by a Securitised Derivatives Registered Market Maker

Executions by Registered Market Makers in any security in which the market maker is registered qualify for this tariff.

#### <sup>7</sup>Hidden & non-displayed portion of Icebergs

Where hidden or iceberg order functionality is available, a premium is payable on the execution of Hidden Limit, Midprice Pegged and the persistent, non-displayed part of an Iceberg order. The premium is not payable on iceberg executions where:

- the execution is of a visible peak; or
- Any part that executes immediately on entry to the order book.



**London**  
Stock Exchange

### Aggregation

Two or more Member firms that are 100% owned, either directly or indirectly, by the same parent entity may request that their Exchange charge be aggregated. Requests should be made to [clients@lseg.com](mailto:clients@lseg.com)

### Monthly Capacity Fees

Monthly Capacity Fees remain part of our trading Services Price List. This can be found on our website at

[http://www.lseg.com/sites/default/files/content/documents/Trading%20Services%20Price%20List%2020151023\\_effectiveDec2015\\_FINAL.pdf](http://www.lseg.com/sites/default/files/content/documents/Trading%20Services%20Price%20List%2020151023_effectiveDec2015_FINAL.pdf)

### General information

All charges are payable monthly in arrears. Fees are for the period indicated and are not refundable for any un-used portion. All charges are quoted in UK sterling and exclude VAT. London Stock Exchange plc relies on the data submitted to it to calculate charges.

Trades submitted in error may incur a charge. Any invoice queries including, without limitation, any request by a customer for repayment of overpaid charges must be made within three months of the end of the month to which the relevant invoice relates. The customer shall not be entitled to query an invoice and/or claim repayment of any overpaid charges after this period.

London Stock Exchange plc reserves the right to amend any prices, dates or terms at its sole discretion. For terms and conditions relating to the charges, please refer to the Rules of the London Stock Exchange, the Trading Services Order Forms and User/Subscriber Agreements. For further information please contact: [clients@lseg.com](mailto:clients@lseg.com)

London Stock Exchange, the coat of arms device, AIM, SETS, SEAQ and IOB are registered trade marks of London Stock Exchange plc. FTSE is a trademark of the London Stock Exchange Group Holdings Limited and London Stock Exchange plc and used by FTSE under licence.

© October 2015.

London Stock Exchange plc

10 Paternoster Square

London EC4M 7LS

Registered in England and Wales No. 02075721



**London**  
Stock Exchange Group