Clearing Fee Subscription Offer and Consolidation Incentive

LCH EquityClear

Terms and Conditions of the Subscription Offer

From 1st January 2026

LCH EquityClear provides fee discounts for clearing members and their qualifying affiliates subject to meeting the conditions for the clearing fee subscription incentive ('the Subscription Offer').

For a two-year subscription fee of £820,000 (£400,000 for year one, £420,000 for year two, billed pro-rata, monthly), the subscribing Member, and its listed affiliates, can clear up to 10 million cleared trade sides combined per calendar month for the 2-year period if the below conditions are met:

- Trade sides cleared by the Member or its affiliates within the LCH EquityClear service originate from a minimum of 5 Primary Exchanges' main market segments ('Primary Exchange' means an exchange as determined and specified by LCH EquityClear - in its sole discretion - listed at https://www.lseg.com/en/post-trade/clearing/lch-services/equityclear/equityclear-ltd/fees) each month.
- Settlement instructions in a minimum of 6 related CSDs[1] are instructed by the CCP against the Member or its affiliates each month.

Subsequent cleared trade sides (over and above the 10 million per calendar month) will be billed at £0.0004 per side. OTC Trade pricing will not be affected.

The Subscription is open for applications from 2nd January, 2026 until 30th June, 2026 (i.e.: in Q1 and Q2 of 2026).

Transition Period

There will be transition periods until the final day of the month following the end of the quarter in which the subscription is initiated (i.e.: final business day of April if the Member signs in Q1, final business day of July if the Member signs in Q2) to meet the conditions outlined above, during which time, benefits will be afforded to the Member and their affiliates. If subscription criteria are not met by the end of the relevant transition period, then the clearing fees for the period will be calculated as per the standard clearing fee grid. Subscription payments will be applied against these standard fees, with any shortfall being collected and any monthly excess being forfeit.

Subsequently, if conditions are not met for any month, clearing fees will be calculated as per the standard clearing fee grid, subscription payments will be applied against these standard fees, with any shortfall being collected and any monthly excess being forfeit.

[1] Related CSD means the primary/ issuer CSD related to that Primary exchange (e.g.: Swedish Primary exchange flow settling in Euroclear Sweden). Where a Member and/ or its affiliates avail themselves of an investor CSD model, whereby multiple RIE/ MTF flows settle via a non-Issuance CSD, LCH EquityClear will count the settlements in the investor CSDs as if they were issuer CSDs (e.g.: 3 Primary exchanges all settling through one investor CSD will be counted, for the purpose of this subscription model, as 3 eligible CSDs).

Terms and Conditions of the Consolidation Incentive

From 1st July 2026

LCH EquityClear provides fee discounts for clearing members and their qualifying affiliates subject to meeting the conditions for the consolidation incentive ('the Consolidation Incentive').

If a Member and its affiliates choose to opt-in and register trade sides with LCH EquityClear which are intended to settle in 15 CSDs[2] or more, they may be eligible to pay a reduced "consolidation incentive" price for a given billing month. Conditions for, and details of, this pricing are as follows:

- Opt-in will be via a form, available from securitiesclientserviceltd@lch.com. Opt-in will be effective for a 2 Year term from the 1st of the month of the effective Opt-in.
- Those eligible will pay a clearing fee of GBP 0.002 per cleared trade side.
- Trade sides intended to settle in a minimum of 15 CSDs must be cleared with LCH's EquityClear service.
- In at least 13 of those 15 CSDs, certain minimum activity thresholds apply:
    - Settlement activity in each intended CSD must include securities eligible on the main segments of their RIE of listing (e.g.: activity due to settle in Euroclear Sweden must include securities listed on the main segment of Sweden's RIE, NASDAQ Stockholm).
    - A minimum monthly settlement count of 2,000 billable settlements must be observed in each CSD.
    - A minimum ADV of 2,000 cleared trade sides intending to settle in each of those CSDs must be observed for the billing month.

Failure to meet the stated conditions will result in the standard clearing fee grid for the billing month being applied.

Please note that Subscription Pricing and Consolidation are separate incentives, and one may apply without the other.

Switching Clause

If, at any time during the term of the Clearing Fee Subscription, a Member would benefit more from the pricing attached to a newly introduced incentive, such as the Consolidation Incentive above, and they meet the conditions of both the Subscription and the new incentive, then the Member has the right to switch to the newly introduced incentive within three calendar months of the go-live date of the new incentive. In these circumstances the new incentive pricing will be applied to the Member's activity and any excess Subscription fees invoiced will be rebated in the billing process. This does not affect the term of the Subscription.

For more information on how to sign up to the Subscription Offer or the Consolidation Incentive, please contact Securitiesclientserviceltd@lch.com

[2] "Intended to settle in 15 CSDs" means that EquityClear will count each primary settlement location individually – those Members who choose to consolidate multiple European CSDs' activity in one (via Investor CSD constructs, for example) will still be able to benefit from the Consolidation Incentive.

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