



15<sup>th</sup> November 2010

## The London Stock Exchange introduces new enterprise-based commercial policies in respect of non-display and other application usage of real time data.

---

Dear Client,

You will have received a notification on Monday 15th November 2010 that the London Stock Exchange Group has introduced direct reporting enterprise agreements for 'end user' client usage of real time display terminals.

In addition to this, the purpose of this notification is to detail new London Stock Exchange enterprise-based pricing policies in respect of non-display and other application usage of real time data.

From 20th January 2011, the London Stock Exchange will introduce new enterprise-based pricing in respect of specific usage of its real time data by clients (end user firms) within applications.

These fees will be invoiced directly by the Exchange to user firms. Invoicing will operate on a bi-annual basis and be chargeable six months in advance. These fees will apply on an enterprise-wide basis to firms, defined as a single entity or a group of entities within the same legal entity.

### **1) Non-Display Fees (effective from the 20th January 2011)**

These fees relate to the systematic utilisation of London Stock Exchange real time data as part of automated calculations, algorithms or decision making processes, often broadly referred to as 'black box' activity.

These fees directly apply to the following:

- automated order generation and/or order pegging;
- price referencing for the purposes of algorithmic trading and/or smart order routing.

The Exchange will discount non-display fees in respect of customers' existing display terminal spend, across all sources. Applicable fees are represented by the following tiers:

#### **UK Level 2**

<b>Annual Terminal Spend</b>	<b>Annual Fee</b>
£0k to £120k	£60,000.00
£120k to £250k	£54,000.00
£250k to £500k	£48,000.00
Over £500k	£42,000.00

#### **UK Level 1**

<b>Annual Terminal Spend</b>	<b>Annual Fee</b>
£0k to £48k	£24,000.00
£48k to £100k	£18,000.00
£100k to £200k	£12,000.00
Over £200k	£6,000.00

## International Level 2

Annual Terminal Spend	Annual Fee
£0k to £30k	£30,000.00
£30k to £60k	£27,000.00
£60k to £120k	£24,000.00
Over £120k	£21,000.00

## International Level 1

Annual Terminal Spend	Annual Fee
£0k to £12k	£12,000.00
£12k to £24k	£9,000.00
£24k to £48k	£6,000.00
Over £48k	£3,000.00

Please note that: Level 2 fees include Level 1 data use; all real time data fees are currently available in the Infolect price list at:

<http://mailing.londonstockexchange.com/bump/trampolino/ZH6NAQMC098D6AJMOVVP,JW29WFB7P55H6WZGNX7A,3749508>.

## **2) Other Application Usage Fees (effective from the 20th January 2011)**

These fees relate to the use of real time data, delivered via direct and/or vendor data feeds, within applications, covering one or more of the following business activities:

- risk management;
- quantitative analysis;
- fund administration;
- portfolio management;
- instrument pricing;
- compliance, account or audit activities.

Data Level	Annual Fee
UK level 2	£6,000.00
UK level 1	£2,400.00
International level 2	£3,600.00
International level 1	£1,440.00
Off Book	£1,200.00

For the avoidance of doubt:

fees detailed in Sections 1) and 2) are invoiced directly by the Exchange to the customer. Invoicing will operate on a bi-annual basis, chargeable six months in advance. Fees apply on an enterprise-wide basis to customers, defined as a single entity or a group of entities within the same legal entity. Fees cover usage regardless of the number of applications within the firm;

where a data feed is delivered to a customer and the use of data is limited only to display terminal entitlements, with no additional application activities as detailed in Section 2), these new fees are non-chargeable;

'Other Application Usage' fees, detailed in Section 2, are also non-chargeable if a customer is paying for the same use of data in non-display fees.

Please also note that: Level 2 fees include Level 1 data use; all real time data fees are currently available in the Infolect price list at:

<http://mailing.londonstockexchange.com/bump/trampolino/ZH6NAQMC098D6AJMOVVP,JW29WFB7P55H6WZGNX7A,3749508>.

Please accept this email as contractual notification of a change to the Infolect price list.

---

**Amendments to the Infolect/Market Data Services Agreement:**

*In accordance with Section 8.1 of the Agreement, we inform you that with effect from the 20<sup>th</sup> January 2011, the Agreement shall be amended as follows:*

*1) clause 5.10 shall be inserted to read as follows: "With reference to Non-display and Other Application charges shown in the Price List the Vendor will provide in its agreements with Customers, if necessary, that the Exchange will invoice the Customer directly for the Non-Display and Other Application Usage. The Customer will have to pay these invoices directly to the Exchange."*

*2) clause 13.4 shall be inserted to read as follows: "The Vendor agrees to provide to the Exchange, upon the request of the Exchange, a list of its Customers, including the relevant contact person and address of the Customer, in order to allow the Exchange to contact the Customer and, where due, send invoices in relation to charges, as per Clause 5.10. The Vendor will incur no additional reporting obligations in respect of Non-Display and Other Application Usage charges, and the reporting obligations detailed in Clause 13.1 shall not apply to these specific charges"*

*All terms used but not defined herein shall have the meaning ascribed to them in the Agreement. Save as set out herein the Agreement remains in full force and effect and for the avoidance of doubt, this Amendment shall be construed in accordance the law governing the Agreement.*

---

A Customer Declaration form is now available on the Real Time Data section of the London Stock Exchange public website, <http://mailing.londonstockexchange.com/bump/trampolino/ZH6NAQMC098D6AJMOVVP,JW29WFB7P55H6WZGNX7A,3749508>. This document is a declaration required for customers to specify their Non-Display and Other Application usage of real time London Stock Exchange data.

If you are in receipt of London Stock Exchange data, delivered via direct and/or vendor data feed(s), but do not use the data in respect of the activities detailed above, you are still required to complete this declaration.

The London Stock Exchange will require clients to complete this Customer Declaration within the forthcoming weeks, and no later than Friday 17<sup>th</sup> December 2010. Please email/mail the completed declaration to the Exchange at your earliest convenience.

We ask that licensed Infolect distributors now notify their real time data subscribers in respect of this policy notification from the London Stock Exchange. We also ask that they provide electronic copies of the Customer Declaration to applicable subscribers at their earliest convenience.

**If you require any clarification on this notification or have questions regarding the Customer Declaration form please contact the London Stock Exchange Real Time Data Business Development Team directly on +44(0) 20 7797 3699, or email:**

**[realtimedata@londonstockexchange.com](mailto:realtimedata@londonstockexchange.com)**

Yours sincerely,

**Jarod Hillman**  
Head of Real Time Data