

Market Notice

30 November 2018

MN_12/2018

Fees applied to Intermediaries

For the attention of: **DCPs and ICPs**

Re: **Changes to fees**

Dear Client,

Please note that the following fee changes will come into force on 1 January 2019:

Settlement Service

1. The fee structure applied to ICP clients has been revised in order to separate the component paid by Monte Titoli to the European Central Bank and the component that covers the other costs incurred by Monte Titoli, as indicated in the table below.

Fees applied to ICPs	Current		As of 1 January 2019	
	Amount/€	Code	Amount/€	Code
Settlement of instruction	0.50	SET016	0.30	SET016
Recovery of T2S settlement costs			ECB costs	SET028
Daily resubmission of settlement instruction	0.50	SET018	0.30	SET018
Recovery of T2S daily resubmission costs			ECB costs	SET029
Recovery of T2S information costs - per instruction			0.036	SET030
Settlement of instruction generated for auto-collateral with central bank	0.05	SET024	0.05	SET024
Settlement of instruction for auto-collateral with payment bank	1.00	SET019	0.05	SET019
Position management instructions from X-COM	free of charge	SET16s	free of charge	SET16s SET28s

Please note that the Governing Council of the European Central Bank has taken the decision to increase the settlement fees applied to central depositories participating in the T2S platform as of 1 January 2019.

This increase will be passed on by Monte Titoli to the DCP and ICP clients through the appropriate invoicing items for T2S cost recovery.



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As of January 2019, the invoicing details of the T2S cost recovery will be included in the relevant excel format invoice sheets made available to clients (DCP and ICP) via the MT-X platform.

The table below shows the T2S Pricing fee items applied by the European Central Bank and subject to increase, together with the corresponding T2S settlement cost recovery items applied by Monte Titoli.

Pricing T2S applied by the European Central Bank - Settlement Services				T2S settlement cost recovery applied by Monte Titoli - Settlement service		
Fee item	Until 31 December 2018	As of 1 January 2019	Price as % of DvP price	Fee item	DCP Code	ICP Code
Delivery versus payment	15 cents	23.5 cents	100%	Recovery of T2S settlement costs	SET020	SET028
Free of payment / payment free of delivery	9 cents	14.1 cents	60%	Recovery of T2S settlement costs	SET020	SET028
Matching	3 cents	4.7 cents	20%	Recovery of T2S settlement costs	SET020	SET028
Intra-position/intra-balance movement	6 cents	9.4 cents	40%	Recovery of T2S settlement costs	SET020	SET028
Auto-collateralisation service with payment bank	15 cents	23.5 cents	100%	Recovery of T2S settlement costs	SET020	SET028
Intended settlement day failed transaction	15 cents	23.5 cents	100%	Recovery of T2S daily resubmission costs	SET021	SET029
Daytime settlement process	3 cents	4.7 cents	20%	Recovery of T2S settlement costs	SET020	SET028



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- A fee has been introduced for the bilateral netting functionality for contracts traded on the SEDEX and TLX markets, which is expected to be released in March 2019. The fee is applied to the intermediary settlement agents of the counterparties to the contract.

Bilateral netting market transactions	Amount/€	Code
Fee for each transaction subject to netting	0.19	SET031

Custody – Accounts

An additional fee has been introduced for accounts configured, at the client's request, for the insolvency of an indirect participant.

Accounts configured for management of indirect participant insolvency	€ (monthly)	Code
Add-on per account (in addition to membership fee)	80.00	CA0083

Custody through Euroclear Bank and Clearstream Banking Luxembourg

In order to cover costs incurred by Monte Titoli for management through the ICSDs:

- a fee new item has been introduced for centralisation commissions applied to issues of special funds of the International Market

International Market – Funds

Monthly average balance bands (billions of Euro)		Funds	Code	Special Funds (*)	Code
From	To	Annual bps	MK0046	Annual bps	MK0046a
0	1	1.00		12.00	
1	Over	0.80			

(*) Complex funds or with subscription/management restrictions

- the commission for the centralisation of shares in the Portuguese market (code MK0127) is increased from 1.50 annual bps to 6.50 annual bps.

The “Fees Applied to Intermediaries – General” table, updated to reflect these changes, is published today in the [“Download Area”](#) of the Monte Titoli website.

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