

NOTICE **(28 OCTOBER 2011)**

**To Members of
the Central Counterparty
Guarantee System**

**To Members of
X-TRM service**

Subject: Central Counterparty Guarantee service for Hi-MTF on securities settling in Monte Titoli

Dear Client,

Following the Notice issued on 9th August 2011, we would like to inform you that the go-live date for this service has been scheduled for **14th November 2011**, as per Hi-MTF's announcement.

HI-MTF will be sending contracts to the X-TRM service, which in turn will route them to CC&G. X-TRM will also route bilateral balances - calculated according to model B - to the Express II settlement system. Please note that a full description of Model B is provided in Monte Titoli's document "Instructions – XTRM service", available online.

Fees:

CC&G

CC&G's fee schedule for the Bonds CCP service - retail markets¹ will apply to Hi-MTF, effective from 14 of November, as follows:

Service	Fee
<i>Clearing fee</i>	€ 0.23 per single transaction
<i>Minimum Activity Charge (MAC)</i> variable, depending on the number of markets connected and reabsorbed by the clearing fees:	
- single retail market connection	€ 125 per month
- multiple retail markets connection	€ 250 per month
<i>Membership fee</i>	Not applicable
<i>Fee on securities deposited as guarantee</i>	0.018% per month or fraction of month, calculated on the average daily balance of the securities deposited in each account during the reference month
<i>Interest on cash deposited:</i>	
- Initial margin	EONIA minus 15 bp
- Default Fund	EONIA
<i>Technical Infrastructure</i>	
- internet Clearing Workstation (ICWS) not applicable if already Direct Member of the Bond CCP service or other CCP services	€ 300 per month (2 users included)
- additional user [optional]	€ 100 per month (additional users can also be required to access FTP server)

¹ Retail markets: currently DomesticMOT segment of MOT market and EuroTLX.

The updated CC&G Fee Schedule is available on www.ccg.it, under: Documents/ Fee schedule section.

Monte Titoli

A fee of € 0,175 will be applied to members on each transaction captured in X-TRM, as indicated in the document “Fees for services provided to intermediaries”, available on www.montetitoli.it, at the page: Download Area/ Fees.

Amendments to the Instructions:

Amendments to CC&G Instructions as shown in the attached document will become effective on the go live date of the new guarantee service for Hi-MTF. New Instructions will be available on www.ccg.it, under the: Documents/ Rules section.

For any questions or any further information, please contact:

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Best regards.

Cassa di Compensazione e Garanzia S.p.A.

Monte Titoli S.p.A.

Attachment

Abstract of CC&G Instructions as of 14 November 2011:

Article B.10.1.4 Bond Section

1. For the *Bond Section*, the *Management Companies* with whom CC&G has appropriate Agreements are:
 - Borsa Italiana S.p.A., limited to *Financial Instruments* traded on MOT Market – DomesticMOT segment;
 - MTS S.p.A., limited to Italian government securities traded on MTS Market;
 - EuroMTS Ltd, limited to Italian government securities traded on EuroMTS Market;
 - ICAP Electronic Broking Ltd, limited to Italian government securities traded on BrokerTec trading platform;
 - EuroTLX Sim S.p.A., limited to *Financial Instruments* traded on the EuroTLX multilateral trading facilities, settled in the *Settlement System Express II*;
 - e-MID SIM S.p.A., limited to *Financial Instruments* traded on the e-MID Repo multilateral trading facilities, settled in the *Settlement System Express II*;
 - [Hi-MTF Sim S.p.A., limited to *Financial Instruments* traded on the Hi-MTF multilateral trading facilities, settled in the *Settlement System Express II*.](#)

2. The provisions of Article 2, paragraph 9, Article 3, paragraph 7, Article and 4, paragraph 9 of the *General Conditions Part II* apply to *Markets* managed by these companies.