

03765.05.07.2011MT

To all intermediaries participating in Monte
Titoli

**Subject: Cross Border custody & settlement services (X-CSS) – Links with Euroclear
UK & Ireland and SIX-SIS startup**

Dear Client,

I'm pleased to inform you that, in order to enhance cross border custody & settlement services offered, Monte Titoli will launch two new links with central depositories for UK and Ireland (Euroclear UK & Ireland - EUI) and Swiss market (SIX-SIS). Thanks to the new links, our client will be able to directly access these markets using Monte Titoli as the only interface to perform DVP transactions.

The startup of the links is scheduled for August 1st, 2011 and will be confirmed in a next communication.

The new links are detailed in a revised version of our Operating Instructions, enriched with further information in order to make the service easy to use.

The new Instructions will replace the in force version and the "Communications of the Cross Border Settlement Service" and will take effects with the startup of the new links.

The new Instructions are now available for consultation only in Italian version. Comments and suggestions may be submitted by July 12 to the following e-mail address settlement.international@montetitoli.it

Drafts of the Instructions and the Test Plan, in Italian version, are available on our website www.montetitoli.it.

The new pricing for the link with the EUI is attached and will enter in force on the 1st of August together with the start up of the service; the new pricing for SIS link will enter in force on 1st September and will be communicated later..

Finally, I remind you that on July 11 will be launched the link with Clearstream Banking Frankfurt for DVP transactions. On the same date will also be effective the new release of 710 RNI message to be sent to Euroclear Bank, Clearstream Luxembourg and CBF, together with the option to instruct FOP transactions with Euroclear Bank and Clearstream Luxembourg via the X-TRM service.

For any further detail please contact our Client Support at the number 02 33635640 or at the e-mail address client@montetitoli.it.

Kind Regards

MONTE TITOLI S.p.A.
General Manager
Alessandro Zignani

Annex

Annex: Pricing for link with con Euroclear UK & Ireland

Custody

- Safekeeping fees

Financial instruments with Monte Titoli as Investor CSD and Euroclear UK & Ireland as Issuer

Category	Range of average monthly balance (mld Euro) (from-to)	basis points rates on annual basis
Shares, warrants, covered warrants, investment fund units	0 - 1	1,2000
	1 - 5	0,9500
	5 - 10	0,6000
	10 - above	0,5000
Fixed incomes	0 - 1	1,0000
	1 - 5	0,8000
	5 - 10	0,6000
	10 - above	0,7000

- Fees on corporate actions affecting financial instruments centralized with NCSD:
- **Monte Titoli is the Investor CSD and the UK & Ireland is the Issuer CSD**

	Amount
Dividend payment, interest payment and other proceeds, capital redemption (for each single event)	10,00

Cross Border Custody & Settlement

- Settlement
- **Financial instruments with Monte Titoli as Investor CSD and Euroclear UK & Ireland as Issuer**

	Nazionalità titolo	Monthly volume tier of instructions	Amount
FOP deliveries	Ireland	1 - 1000	7,8250
		> 1000	6,8250
	Other countries	1 - 1000	5,8250
		> 1000	4,8250
DVP transactions	Ireland	1 - 1000	6,9595
		> 1000	5,9595
	Other countries	1 - 1000	4,9595
		> 1000	3,9595

Take note that the following fees should be added to the above detailed:

Settlement instructions on sent via X-TRM :

- 0,175 € (EX0002), X-TRM fee

DVP transactions, for cash leg settlement among Monte Titoli and the client:

- 0,30 € (DT0067) Express II Gross Settlement
- 0,30 € (DT0079) TARGET2 settlement and:
- 0,2655 € (RE0001) recovery fee for the SWIFT message created by Monte Titoli in TARGET2.

- Amendment/Cancellation

Financial instruments with Monte Titoli as Investor CSD and Euroclear UK & Ireland as Issuer

	Amount
Amendment	20,00
Cancellation	20,00

- matching and settlement penalties

Regarding DVP and FOP transactions, for financial instruments where Monte Titoli is the Investor CSD and the Euroclear UK & Ireland is the Issuer CSD, the matching settlement penalties are debited to the participant by Monte Titoli.