

IMPORTANT NOTICE

European Central Counterparty Limited



#: E#4-09
Date: 25 March 2009
To: All Participants
Attention: Managing Partner/Officer:
Manager – Operations Department;
Manager – Treasury/Finance Department;
From: EuroCCP Product Management
Subject: EuroCCP Fee Reduction

EuroCCP is pleased to announce that its Board has approved a fee reduction of its Clearing and Risk Management Fee **effective 1 April 2009**. The new fees are 0.05 euros for up to 800,000 sides (computed as a monthly average for the combined volume of all trading venues that EuroCCP clears for) and 0.025 euros for all average monthly volume in excess of 800,000 sides. Settlement fees are unchanged. It is anticipated that the new tariff will encourage additional volume on the trading venues that EuroCCP supports.

EuroCCP's previous fee schedule was tiered as follows: 0.06 euros up to 400,000 sides, 0.0525 from 400,000 to 800,000 sides and 0.025 euro for volume in excess of 800,000 sides.

A revised fee schedule is attached to this notice. Revised documentation will also appear on EuroCCP's website.

Questions on this notice can be directed to EuroCCP Operations at +44-207-650-1555 or via email at operations@euroccp.co.uk.

Trevor Spanner
Chief Operating Officer

Membership

Member type	Annual fee
General Clearing Participant	€ 15,000
Clearing Participant	€ 12,000
Executing Broker	€ 5,000

The Participation fee will be assessed monthly even though it is an annual fee. The monthly fee will be a simple division of 1/12 of the annual fee each month. EuroCCP will not prorate participation fees for those entities that join the organisation on a day other than the first of the month. This fee will be assessed regardless of whether the GCP/ICP has activity in a given month.

Clearance and risk management

A combined clearing and risk processing fee will be charged for every trade received by EuroCCP on behalf of the ICP/GCP/NCF. This fee will vary every month, as the actual calculation considers market volume in a tiered methodology to arrive at a common price for each participant. Refer to Appendix A. *Calculating Clearing and Risk Management Fees* of the *EuroCCP Fee Guide*.

	Average Number of market daily sides	
	0 to 800,000	Over 800,000
Clearing and risk management processing, per side (based on market volume)	€ 0.05	€ 0.025

Fee	Amount	Conditions
Letter of Credit (LOC)	€ 100.00	Per deposit/withdrawal
Custody Fee	0.6	Basis points per annum (bps) (for sovereign debt held at Euroclear UK & Ireland and Euroclear Bank only)
Spanish Processing Fee	€ 0.04	Per trade side

Buy-ins

Buy-ins will be executed according to the schedule in the EuroCCP procedures. Parties failing to deliver to EuroCCP will be charged the cost of the execution of the buy-in (including brokerage and other fees if applicable). In the event that a buy-in cannot be executed, a cash compensation will be performed at 120% of the market value based on last traded price, or price of outstanding transaction, whichever is the higher.

Financing costs

The following will be allocated amongst clearing participants according to the proportion of the total value of short fails and late deliveries recorded by EuroCCP in any given calendar month:

- the total cost of funding currency needs due to settlements and EuroCCP box positions
- the costs of stock splitting (including EuroCCP's settlement agent's cancellation charge)
- the costs of corporate action adjustments and/or any fines charged by depositories on box positions or failed deliveries

The cut off for late deliveries, which could potentially vary by market, will be associated with the splitting process.

Communications

Communications fees will be passed through at cost.

Settlement schedule

Country	Settlement	Income payments ^a	Corporate actions ^a
Austria	€0.90 ^b	€ 15	€ 20
Belgium	€0.90 ^b	€ 15	€ 20
Denmark	DKK 40	DKK 113	DKK 150
Euroclear Bank	€3	€15	N/A
Finland	€5.15	€ 15	€ 20
France	€0.90 ^b	€ 15	€ 20
Germany	€0.90 ^b	€ 15	€ 20
Italy	€0.90 ^b	€ 15	€ 20
Netherlands	€0.90 ^b	€ 15	€ 20
Norway	NKK 43	NKK 125	NKK 165
Portugal	€0.90 ^b	€ 15	€ 20
Spain	€ 1.30 ^b	€ 15	€ 20
Sweden	SEK 8.2 ^b	SEK 138	SEK 184
Switzerland	CHF 1.32 ^b	CHF 24	CHF 32
UK and Ireland	£ 0.54 ^b	£ 10	£ 13

^aIncome payments and corporate actions fees will be assessed to both the long and short parties on failed deliveries.

^bOut-of-pocket expenses (depository fees) will be added to the settlement and safekeeping fee when incurred.

Miscellaneous settlement fees

Fee	Amount
Book transfers - account at EuroCCP's settlement agent	€ 1.00 per transfer
Funds transfers - account not at EuroCCP's settlement agent	€ 1.80 per transfer
Repair	€ 5 per repaired transaction
Cancellation	€ 3 per cancellation
Manual instruction	€ 10 per instruction
Settlement/Cross Fee - Spain	Varies ¹
Italian Depot Fee	Varies

¹ This fee is the summation of any stock exchange or Iberclear fees required to execute cross trades in Spain. The fee also includes commission charged by the broker used to execute the cross. These fees will be passed through to participants at cost.