

SwapClear Compression Fees

Scheduled Compression

Per trade termination fee tariff for scheduled compression runs is as follows:

Fee Schedule	LCH compression	ACSP compression
Trades	£	£
0 - 35,000	14.00	9.00
35,001 - 70,000	10.00	7.50
70,001+	7.00	6.00
Fee Cap	£1,400,000	

1. Risk replacement trades resulting from a compression run will not attract a registration fee (where applicable).
2. Any Approved Compression Service Provider (ACSP) fees are payable in addition to the LCH fees.

Ad-hoc Compression requests

In response to a request from one or more SwapClear Clearing Members, LCH.Clearnet may operate compression on an ad-hoc basis. The fixed-fee arrangement for ad-hoc compression is as follows:

1. Fees for ad-hoc compression are not included in the fee charged by LCH.Clearnet for scheduled compression cycles, as set out above, and the resulting compressed trades will not form part of any cumulative trade count totals.
2. Ad-hoc compression is subject to a processing fee of £15 per trade with a minimum charge of £100,000 per cycle per SwapClear Clearing Member.

SwapClear Portfolio Transfer Fees

1. A fee is payable by a SwapClear Clearing Member which receives a Portfolio Transfer.
2. A Member Group is entitled to 500 Portfolio Transfer trades in a calendar year free of charge.
3. Each Portfolio Transfer is charged at £12.50 per Contract that is transferred.
4. Fees for portfolio Transfers are capped at £300k per Member Group in any calendar year.

For the purposes of this section a "Portfolio Transfer" means:

- (i) *The transfer of SwapClear Contracts or FCM SwapClear Contracts registered to the Proprietary Account of one SwapClear Clearing Member to the Proprietary Account of another SwapClear Clearing Member.*
- (ii) *The transfer of SwapClear Contracts registered in a SwapClear Clearing Member's Proprietary Account from:*
 - 1. *one SCM Branch to another SCM Branch; or*
 - 2. *one SwapClear Dealer to another SwapClear Dealer.*

Notes:

- 1. Fees will be charged on a 'per group' basis in line with LCH.Clearnet's Membership Fee Policy.
- 2. Fees will be collected monthly in arrears.
- 3. The fee structure is independent of any fees clearing members may be charged by an ACSP for their compression services.
- 4. Ad-hoc compression runs will be carried out in LCH.Clearnet's sole discretion.
- 5. For the purposes of the above, a 'trade' means a SwapClear Contract or FCM SwapClear Contract, as applicable. References to SwapClear Clearing Members shall include FCM clearing Members, as applicable.
- 6. Terms used above and not defined above have the meaning assigned to them in the Rulebook or FCM Rulebook of LCH.Clearnet, as applicable.