



Bulletin

New Clearing Fee Grid and Route To Interoperability

18 July 2017

Dear Clearing Member,

LCH SA will implement a **new clearing fee schedule for cash equities** per the **1st of October 2017** which will be effective for all Blue Chips. This new fee schedule* (please see below) will combine a tiered approach based on average daily volume cleared per member, with a highly competitive fee per tier.

For clearing members with volumes over 60,000 trades (average daily volumes) the fee grid will be as follows :

Tiered fee grid for Blue Chips - Average Daily volumes			
	from	to	fee
Tier 1	1	5,000	€0.055
Tier 2	5,001	60,000	€0.045
Tier 3	60,001	105,000	€0.035
Tier 4	105,001	200,000	€0.025
Tier 5	200,001	450,000	€0.020
Tier 6	450,001	650,000	€0.019
Tier 7	650,001		€0.015

For clearing members with volumes below 60,000 trades (average daily volumes) the only two first tiers will be reduced at €0.04 and €0.03.

A monthly cap of €120,000 will apply in both cases.

As of January 2018, the new clearing fee grid will also be applied to a list of Non Blue Chips securities that represent around 50% of the Non Blue Chip revenue at that time. The list of ISINs will be provided by LCH SA by Q4 2017.

Furthermore, LCH SA has started a project that should result in a **full interoperable capacity in the course of H1 2019**. LCH SA would be looking to join the current group of interoperable CCPs for equities in Europe per the same date. LCH SA is then targeting, for the benefit of its members community, key clearing services amongst which notably connectivity to upstream markets and trade venues, Trade Date Netting, multi currency settlement and VAR risk model.

LCH SA will shortly set up dedicated PAGs (Product Advisory Groups) to provide detailed information and timelines to its members.

() As of 1st October 2017 till end of year, both current and new fee grid will coexist. Member billing will be calculated on the most beneficial fee grid*

For more information, please do not hesitate to contact us.

Regards,

LCH SA

For further information please contact:

Willem Mooijer | P : +31 20 524 5969 | Email : willem.mooijer@lch.com

Christelle Girard | P : +33 1 7037 6794 | Email : christelle.girard@lch.com

lch.com


@LCH_Clearing