



RULES & PROCEDURES

TEXT OF PROPOSED RULE CHANGE

Bold and underlined text indicates proposed added language.

~~Bold and strikethrough text~~ indicates proposed deleted language.

ADDENDUM A

[Changes to this Addendum A, as amended by File No. SR-NSCC-2021-017, are available at dtcc.com/~media/Files/Downloads/legal/rule-filings/2021/NSCC/SR-NSCC-2021-017.pdf. These changes became effective upon filing with the Securities and Exchange Commission but have not yet been implemented. On January 1, 2022, these changes will be implemented and this legend will automatically be removed from this Addendum A.]

NATIONAL SECURITIES CLEARING CORPORATION

FEE STRUCTURE

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IV. OTHER SERVICE FEES

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G. **Mutual Fund Services**

1. Fund/SERV®

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|-----------|------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------|
| 1. | a. <u> </u> Membership Fee:
for each participating Member, Mutual Fund/Insurance Services Member and Fund Member regardless of activity level | \$50.00 per month |
| 2. | b. <u> </u> Transaction Fee: | \$0.06 per side per order or transfer request settling through the Corporation |

H. **2.** Networking⁷

- | | | |
|-----------|------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------|
| 1. | a. <u> </u> Membership Fee:
for each participating Member, Mutual Fund/Insurance Services Member and Fund Member regardless of activity level | \$200.00 per month |
| 2. | b. <u> </u> Activity Fee (all types except for Networking Omnibus Activity Position Files (Omni/SERV)) | \$0.001 per record |
| 3. | c. <u> </u> Networking Omnibus Activity/Position Files (Omni/SERV) | \$1,500.00 monthly file fee for omnibus file transmissions |

I. **3.** DTCC Payment aXis⁷

1. **a.** Commission & Fee Settlement

- a. **(i)** Membership Fee \$50.00 per month
- b. **(ii)** Transaction Fees
 - i. **A.** For the first 500,000 records submitted each month \$0.30 per hundred records, \$50 minimum
 - ii. **B.** For each record in excess of 500,000, but not exceeding 1,000,000 submitted each month \$0.20 per hundred records
 - iii. **C.** For each record in excess of 1,000,000 submitted each month \$0.10 per hundred records

2. **b.** Invoicing & Fee Settlement

- a. **(i)** Membership Fee \$500.00 per month
- b. **(ii)** Transaction Fees (excluding Detail Records):
 - i. **A.** For the first 500,000 records submitted each month \$0.10 per record
 - ii. **B.** For each record in excess of 500,000, but not exceeding 1,000,000 submitted each month \$0.08 per record
 - iii. **C.** For each record in excess of 1,000,000 submitted each month \$0.06 per record

- ~~G.~~ **(iii)** Detail Record Fees
 - ~~i.~~ **A.** For the first 500,000 records submitted each month \$0.30 per hundred records
 - ~~ii.~~ **B.** For each record in excess of 500,000, but not exceeding 1,000,000 submitted each month \$0.20 per hundred records
 - ~~iii.~~ **C.** For each record in excess of 1,000,000 submitted each month \$0.10 per hundred records

~~J.~~ **4.** Profile

- a. Phase I (price and rate) only \$325.00 per month
- b. Phases I and II \$1,250.00 per month¹

5. MF Info Xchange

- a. Tier 1 – Fund Members with greater than 25 Security Issue IDs on Fund/SERV and all users other than Fund Members** **\$1,500.00 per month**
- b. Tier 2 – Fund Members with 25 or fewer Security Issue IDs on Fund/SERV** **\$250.00 per month**

H.K. Insurance & Retirement Services^{2, 3}

¹ Users of Profile II with 25 or fewer funds in their family will receive a \$1,000.00 credit per month against the base \$1,250.00 per month fee. Thus, the net fee for fund families which meet this criterion will be \$250.00 per month.

² Unless otherwise noted, all Insurance & Retirement Services transaction fees are per side, and both sides are charged for each item. Volume is calculated on an aggregate basis among qualified carrier members or qualified distributor members, as applicable.

Multiple destination fees apply. Participants directing NSCC to deliver Insurance & Retirement Service files to more than two (2) destinations will be charged an additional monthly fee, per product, as follows: (i) Participants directing NSCC to deliver Insurance & Retirement Service files to three (3), four (4) or five (5) destinations will be charged an additional \$50 per month, per product; and (ii) Participants directing NSCC to deliver Insurance & Retirement Service files to more than five (5) destinations will be charged an additional \$100 per month, per product.

³ Extraordinary Event Pricing: if arranged in advance with NSCC, a Participant may qualify for a credit on transaction fees incurred due to extraordinary events such as mergers or mass reconciliations that generate unusually high transaction volume for a limited duration. With respect to transaction types

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I.L. Global Clearance Network Service

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J.M. International Link Service -Transaction Fees Per Agreement with Link Service Participant

K.N. Account Information Transmission Service for each Member participating in the service \$200.00 per month

L.O. Alternative Investment Products

1. Higher Volume⁴ Eligible AIP Product Fees

a.i. Records

- | | | |
|-----------------------|-----------------------------------------------------------|-------------------|
| <u>(i)A.</u> | The first 2,999,999 records per calendar year | \$0.10 per record |
| <u>(ii)B.</u> | The next 1,000,000 records per calendar year ⁵ | \$0.09 per record |
| <u>(iii)C.</u> | The next 1,000,000 records per calendar year ⁶ | \$0.08 per record |
| <u>(iv)D.</u> | All additional records ⁷ | \$0.07 per record |

for which the participant has no history of prior usage, the credit is in the amount of 85% of the transaction fees chargeable in respect of the transaction type, with an additional credit in the amount of 5% if the participant continues use of the transaction type after the event. With respect to transaction types for which the participant has a history of prior usage, the credit is in an amount sufficient to produce an aggregate fee for the transaction type that is no more than 120% of the average amount charged to the participant in respect of such transactions in the prior three months.

⁴ Higher volume Eligible AIP Products are identified in subsection 3.

⁵ i.e., the 3,000,000th to 3,999,999th records submitted in a calendar year.

⁶ i.e., the 4,000,000th to 4,999,999th records submitted in a calendar year.

⁷ i.e., the 5,000,000th and higher records submitted in a calendar year.

<u>b.ii.</u>	Trades <u>(other than capital calls)</u>	
<u>(i)A.</u>	The first 10,000 trades per calendar year	\$5.00 per trade
<u>(ii)B.</u>	The next 10,000 trades per calendar year ⁸	\$4.75 per trade
<u>(iii)C.</u>	The next 10,000 trades per calendar year ⁹	\$4.50 per trade
<u>(iv)D.</u>	All additional trades ¹⁰	\$4.00 per trade
<u>c.</u>	<u>Capital calls</u>	<u>\$2.00 per trade</u>
<u>d.iii.</u>	Transfers	\$0.50 per transfer
2. Lower Volume ¹¹ Eligible AIP Product Fees		
<u>a.i.</u>	Records	<u>\$1.00 per record</u>
<u>(i)</u>	<u>AIP Manufacturers</u>	<u>\$2.00 per record</u>
<u>(ii)</u>	<u>AIP Distributors</u>	<u>\$1.00 per record</u>
<u>b.ii.</u>	Trades <u>(other than capital calls)</u>	\$10.00 per trade
<u>c.</u>	<u>Capital calls</u>	<u>\$2.00 per trade</u>
<u>d.iii.</u>	Transfers	<u>\$52.00 per transfer</u>

⁸ i.e., the 10,001st to 20,000th trades submitted in a calendar year.

⁹ i.e., the 20,001st to 30,000th trades submitted in a calendar year.

¹⁰ i.e., the 30,001st and higher trades submitted in a calendar year.

¹¹ Lower volume Eligible AIP Products are identified in subsection 3.

3. Eligible AIP Product	HIGHER VOLUME	LOWER VOLUME	FEE ¹² CAP
Hedge Fund		√	
Fund of Funds		√	
Private Equity Fund		√	
Managed Debt Fund		√	
Private Debt Fund		√	
Managed Currency Fund		√	
Commodity Pool Fund		√	
REIT	√		√
Managed Future Fund	√		√
Business Development Corporation (BD	√		√
Registered Hedge Fund ¹³	√		
Oil & Gas Public	√		√
Oil & Gas Private	√		√
Equipment Leasing Public	√		√
Equipment Leasing Private	√		√
Futures Public	√		√
Futures Private	√		√
Notes Public	√		√
Notes Private	√		√

¹² ~~If column is checked, the applicable fees apply to all entities processing such products through AIP; however, the maximum charge for AIP Distributors in this regard is a cumulative maximum (for submission of records and trades) of \$250,000 per calendar year.~~

¹³ For purposes of the Alternative Investment Products fee structure, "Registered Hedge Fund" shall mean hedge funds that are registered under the Investment Company Act of 1940, as amended.

Real Estate Public	√	√
Real Estate Private	√	√
Closed End Management Investment Company	√	√
All Other		√

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