

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 19b-4

Proposed Rule Change

by

BANQUE CENTRALE DE COMPENSATION

Pursuant to Rule 19b-4 under the
Securities Exchange Act of 1934

Item 1. Text of the Proposed Rule Change

(a) Pursuant to the provisions of Section 19(b)(1) of the Securities Exchange Act of 1934 (“**Exchange Act**” or “**Act**”),¹ and Rule 19b-4 thereunder,² Banque Centrale de Compensation, which conducts business under the name LCH SA (“**LCH SA**”), is proposing to amend its CDSClear fee grid for single name and index CDS and options products (“**Fee Grid**”) by incorporating changes in the CDSClear business and new clearing services offered (the “**Proposed Rule Change**”).

The text of the Proposed Rule Change has been annexed as Exhibit 5 to File No. SR-LCH SA-2024-001.³

The implementation of the Proposed Rule Change will be contingent on LCH SA’s receipt of all necessary regulatory approvals.

(b) Not applicable.

(c) Not applicable.

Item 2. Procedures of the Self-Regulatory Organization

LCH SA has completed all of the required actions to be taken to approve and authorize the Proposed Rule Change. The LCH SA Local Management Committee approved the Proposed Rule Change on 31 October 2023.⁴ No further approvals to authorize this Proposed Rule Change are necessary.

¹ 15 U.S.C. 78s(b)(1).

² 17 CFR 240.19b-4.

³ All capitalized terms not defined herein have the same definition as in the CDS Clearing Rule Book available at https://www.lch.com/system/files/media_root/CDSClear_Rule_Book_26.09.2023.pdf.

⁴ The Local Management Committee is responsible for advising and supporting the Chief Executive Officer of LCH SA on all key management matters of the company. This includes reviewing and approving clearing fees.

Questions should be addressed to Anne Favé, Interim Chief Compliance Officer, at anne.fave@lseg.com or +33 1 70 37 65 97; or Mohamed Meziane, Senior Regulatory Advisor, Compliance Department, at mohamed.meziane@lseg.com or +33 1 70 37 65 52.

Item 3. Self-Regulatory Organization's Statement of the Purpose, and Statutory Basis for, the Proposed Rule Change

(a) Purpose

The purpose of the Proposed Rule Change is for LCH SA CDSClear to amend its Fee Grid for single name and index CDS and options products by incorporating changes in the CDSClear business and new clearing services offered. The Proposed Rule Change reflects the ongoing development and new product scope of the CDSClear service with the objective to meet Clearing Members' and Clients' evolving business needs. For example, among other changes, LCH SA is proposing to remove the €200,000 rebate under the General Member Introductory Tariff for total notional cleared below €10bn for single name and sovereign CDS, as this rebate was established to incentivize new clearing memberships as the business evolved. Likewise, LCH SA is also proposing to reduce the onboarding fee for options products from €30,000 to €15,000 to incentivize clearing of credit index options.

LCH SA is proposing to amend the CDSClear Fee Grid for 2024 as follows for CDS products:

Self-Clearing Tariff for Corporates, Financials and Sovereign Index and Single Name CDS

i. General Member Unlimited Tariff

LCH SA is proposing to clarify that the Annual Fixed Fee of €1,350,000 will be charged at a rate of 1/12th for each month the Clearing Member group is live. A footnote will be added to the Fee Grid to state that a Clearing Member is considered live for the whole month regardless of the go-live date within the considered month. LCH SA also proposes to amend the "Details" column of the Fee Grid to clarify that the Annual Fixed Fee applies to all

indices and all non-sovereign single names activity for a Financial Group of a Clearing Member. This change is being made to simplify the existing language and has no impact on the General Member unlimited tariff amounts. LCH SA also proposes to remove reference to the full discount applied to sovereign single name variable fees, as the discount will no longer apply beginning in 2024.

ii. General Member – Introductory Tariff

LCH SA is proposing to apply a single annual fixed fee of €400,000 for the General Member's Introductory Tariff. As such, LCH SA is subsequently proposing to remove the €200,000 rebate if a General Member's notional amount cleared is below €10bn. LCH SA also proposes to delete the reference to the rebate under the Introductory Tariff heading, as this would no longer be applicable. In addition, as part of this revision to the Fee Grid, LCH SA is proposing to clarify that the fixed fee will be charged at a rate of 1/12th for each month the General Member is live. Finally, LCH SA will add a footnote to state that a General Member is considered live for the whole month regardless of the go-live date within the considered month.

iii. Select Members

For Select Members, LCH SA is proposing amendments to certain footnotes under the "Select Membership" heading. Specifically, LCH SA is proposing to clarify that the Annual Fixed Fee for Select Members will be charged 1/12th for each month the Select Member is live. This amended footnote will apply to the Annual Fixed Fee of €450,000. LCH SA also proposes to add a footnote clarifying the rebate available to Select Members. If a Select Member's total annual gross notional cleared is under €10bn and the Select Member is live for the whole calendar year (January 1 – December 31), LCH SA will provide a €200,000 rebate in the Select Member's December bill, resulting in a reduced Annual Fixed Fee of €250,000.

iv. High Turnover Fee Plan

LCH SA offers a High Turnover Fee Plan (“HTFP”) based on notional cleared. LCH SA is proposing to clarify that the HTFP applies on the notional cleared in a calendar year but excludes from the determination of the total cleared notional, the trades not charged under the Switch Programme. The HTFP will also continue to exclude the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees and the notional cleared part of a CCP Switch that thus did not attract any clearing fees (*i.e.*, only those trades which attract a fee will count towards the HTFP notionals). Finally, LCH SA is proposing to clarify that the HTFP does not apply to General Members.

v. Onboarding Fees

For new Clearing Member onboardings in 2024, LCH SA is proposing to add a €15,000 onboarding fee for the purposes of cost recovery and to align with other LCH SA services.⁵ LCH SA will apply this to all application files received after January 1, 2024.

vi. Annual Account Structure Fees

LCH SA currently offers Legally Segregated Operationally Commingled (“LSOC”) accounts to Clearing Members of CDS Clear, in addition to Individual Segregated Accounts and Omnibus Segregated Accounts. LCH SA is proposing to continue not to charge a yearly fee for LSOC accounts under the Proposed Rule Change and thus no change is being made to the Fee Grid.

Client Clearing Tariff for Corporate, Financials and Sovereign Index and Single Names CDS*i. Intraday Trading Fee Plan*

LCH SA is proposing to add an intraday trading fee discount which will be applied by only charging the maximum notional of buys and sells per contract per day per trade account,

⁵ LCH SA currently assesses an onboarding fee of €15,000 for its EquityClear SA and CommodityClear SA services.

where trade date is equal to clearing date (*i.e.*, trades that are backloaded or the result of an option exercise are excluded from the discount, as trade date will be before the clearing date for these trades). LCH SA is proposing the intraday trading fee plan to clients in order to incentivize clients to sign up for CDSClear services. Clearing Members that would benefit from this tariff are usually market makers who would buy and sell the same instrument multiple times a day. Such Clearing Members can instead already benefit from the Unlimited tariff available to General Members.

ii. CCP Switch Programme

LCH SA is proposing to amend the first footnote to clarify that the CCP Switch Programme (“**Switch Programme**”) is available to market participants and applicable to live CCP trades beginning on January 4, 2024 onwards.⁶ LCH SA is not proposing any other amendments to this section of the Fee Grid.

iii. High Turnover Fee Plan

LCH SA is proposing to amend the footnote to clarify that the HTFP applies on the notional cleared in a calendar year but excludes from the determination of the total cleared notional, the trades not charged under the Intraday Trading Fee Plan or the Switch Programme. The HTFP will also continue to exclude the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees and the notional cleared part of a CCP Switch that thus did not attract any clearing fees (*i.e.*, only those trades which attract a fee will count towards the HTFP notionals). Finally, LCH SA is proposing to clarify that the HTFP does not apply to General Members.

⁶ Under the CCP switch Incentive Programme, Members and Clients may benefit from the programme by closing out existing CDS transactions at their current CDS CCP and clearing new transactions at LCH SA. Any trades that were moved to LCH SA from another CCP prior to 1 Jan 2024 will be rebated in 2023 and cannot be claimed for after this date.

LCH SA is proposing to amend the CDSClear Fee Grid for 2024 as follows for options products:

General Members

i. Introductory Tariff

LCH SA is proposing to clarify the Introductory Tariff floor on clearing fees will be charged 1/12th for each month a General Member Group is live. A footnote will be added to the Fee Grid to state that a General Member is considered live for the whole month regardless of the go-live date within the considered month. LCH SA also proposes to clarify that there will be no Electronic Exercise Platform for exercising credit index options (“**EEP**”) usage fees in 2024, as reference to 2023 will no longer be applicable.

ii. Unlimited Tariff

LCH SA is proposing to clarify the Unlimited Tariff annual fixed fee will be charged 1/12th for each month a Member Group is live. A footnote will be added to the Fee Grid to state that a Member is considered live for the whole month regardless of the go-live date or the membership termination date within the considered month. LCH SA also proposes to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA also currently offers a discounted rate of €115,000 for notional cleared strictly above €15bn. LCH SA is proposing to clarify that it will provide a €260,000 rebate to the Clearing Member’s December bill if the General Member Group is live for the whole calendar year (January 1 – December 31).

iii. New Market Participant Tariff

LCH SA is proposing to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA is also proposing to add that in-year switches are not permitted, in order to align with other General Member tariffs.

iv. Onboarding Fees

LCH SA is proposing to reduce its current onboarding fee from €30,000 to €15,000 per legal entity under the Introductory Tariff or per Financial Group of a Clearing Member under the Unlimited Tariff. LCH SA is not proposing any other amendments to this section of the Fee Grid.

Select Members*i. Introductory Tariff*

LCH SA is proposing to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA is not proposing any other amendments to this section of the Fee Grid.

ii. Unlimited Tariff

LCH SA is proposing to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA is also proposing to clarify the Unlimited Tariff annual fixed fee will be charged 1/12th for each month a Select Member is live. A footnote will be added to the Fee Grid to state that a Select Member is considered live for the whole month regardless of the go-live date within the considered month. LCH SA also currently offers a discounted rate of €115,000 for notional cleared strictly above €15bn. LCH SA is proposing to clarify that it will provide a €285,000 rebate to the Select Member's December bill if the Select Member is live for the whole calendar year (January 1 – December 31).

iii. Onboarding Fees

LCH SA is proposing to reduce its current onboarding fee from €30,000 to €15,000 per Legal Entity under the Introductory Tariff or per Financial Group of a Select Clearing Member under the Unlimited Tariff. LCH SA is not proposing any other amendments to this section of the Fee Grid.

Clients*i. Variable Fees*

LCH SA is proposing to apply the full discount of client variable fees to 2024, as 2023 will no longer be applicable. LCH SA is not proposing any other amendments to this section of the Fee Grid.

LCH SA is also proposing to establish a fee structure for the retrieval of archived files. This proposed change will establish the fee structure currently applicable to LCH SA's EquityClear and RepoClear services. Specifically, LCH is proposing to charge a fee of €500 for the first archived file retrieval and €250 for each additional archived file retrieval. For ancillary requests, including ad hoc requests related to investigations, analysis and data and analytics, LCH SA is proposing to charge a fee based on time spent on the request. LCH SA is proposing to charge €500 for ½ day, €1,000 for 1 day and €500 for each additional ½ day. LCH SA is also proposing to clarify that the charge for certain large requests (*i.e.*, >50 files) will be provided in a quote as determined by LCH SA. In addition, LCH SA is also proposing to clarify that it will provide a more tailored estimate for each ancillary request received. To clarify, the proposed archived report fee structure is currently implemented for EquityClear and RepoClear, and LCH SA is proposing to extend to CDSClear as well.

(b) Statutory Basis

LCH SA believes that the Proposed Rule Change is consistent with the requirements of Section 17A of the Exchange Act⁷ and the regulations thereunder applicable to LCH SA. Section 17A(b)(3)(D) of the Act⁸ requires that the rules of a clearing agency provide for the equitable allocation of reasonable dues, fees and other charges among its participants.

⁷ 15 U.S.C. 78q-1.

⁸ 15 U.S.C. 78q-1(b)(3)(D).

LCH SA believes the amendments to the Fee Grid are reasonable given the changes to its CDSClear service and equitable for both existing and new Clearing Members.

Specifically, the Proposed Rule Change reflects the evolution and further maturity of LCH SA's CDSClear service, including the expansion of the CDSClear service in the United States and to support the LSOC model, and provides for additional clarity to existing and new Clearing Members. LCH SA is proposing to introduce an onboarding fee of €15,000 per entity beginning in 2024 to align with the onboarding fees assessed for other services of LCH SA.⁹ In an effort to further align fees assessed for each service, LCH SA is proposing to reduce the options onboarding fee from €30,000 to €15,000. For house accounts, LCH SA is proposing a single annual fixed fee of €400,000 for General Members' Introductory Tariff and removing the €200,000 rebate for notional cleared below €10bn. LCH SA is also clarifying the application of the rebate pertaining to the fixed fee for Select Members. Specifically, a rebate of €200,000 will be applied to a Select Member's December invoice, such that the Select Member will only pay a fixed fee of €250,000 instead of €450,000, provided that the Select Member is live for the whole calendar year (January 1 – December 31) and its annual notional cleared is below €10bn.

To provide clarity on the application of the fixed fee for General Members and Select Members for both single name and index CDS and options products, LCH SA is proposing to add clarifying language stating that 1/12th of the annual fixed fee will be charged to General Members Unlimited, General Members Introductory and Select Members that are live for any part of a calendar month. This clarification will address mid-year joiners and leavers.

For client clearing, LCH SA proposes to institute an Intraday Trading Fee Plan discount, whereby only the maximum notional of buys and sells per contract per day per trade

⁹ LCH SA currently assesses an onboarding fee of €15,000 for its EquityClear SA and CommodityClear SA services. Please see LCH SA onboarding fees available at: <https://www.lch.com/membership/sa-membership/sa-fees>.

account will be charged. and only in the case where the trade date and clearing date are equal. LCH SA also proposes to clarify that under its current HTFP, only chargeable trades will count towards HTFP notionals, however trades not charged under the Intraday Trading Fee Plan or the Switch Programme would not be included. The HTFP will also continue to exclude the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees and the notional cleared part of a CCP Switch that thus did not attract any clearing fees.

LCH SA will continue to incentivize market participants clearing new transactions at LCH SA CDSClear. Currently, General Members and Select Members and Clients can benefit from LCH SA's Switch Programme by closing out existing CDS transactions at their current CDS CCP and clearing new transactions at LCH SA CDSClear. After registration, such Members will not be charged variable fees for new transactions cleared at LCH SA CDSClear under the Switch Programme during a 6-month period and a credit note will be applied to Members' and Clients' clearing accounts, covering the fees associated with closing out positions at another CDS CCP. The credit note will be applicable towards fees associated with future transactions cleared at LCH SA CDSClear. LCH SA is proposing to clarify that the Switch Programme is available to market participants and applicable to live CCP trades beginning January 4, 2024, onwards.

Finally, LCH SA is proposing to continue the fee holiday for options Clients for 2024 and will continue not to charge for EEP usage fees in 2024 for options General Members, Select Members and Clients. LCH SA will also provide Members with the option to request archived reports and proposes to align the fee associated with retrieval and any ancillary requests thereto, with other LCH SA services.¹⁰ LCH SA therefore believes that the Proposed

¹⁰ LCH SA currently offers this service for its EquityClear SA and RepoClear SA services.

Rule Change is consistent with the requirements of Section 17A(b)(3)(D) of the Act¹¹ in that the amendments to the Fee Grid for 2024 are reasonable and equitable among its participants.

Item 4. Self-Regulatory Organization's Statement on Burden on Competition

Section 17A(b)(3)(I) of the Act¹² requires that the rules of a clearing agency not impose any burden on competition not necessary or appropriate in furtherance of the purposes of the Act. LCH SA does not believe that the Proposed Rule Change would impose any burden on competition. The purpose of the Proposed Rule Change is for LCH SA to amend its Fee Grid for 2024 by incorporating changes to the CDSClear business and new clearing services offered to meet Clearing Members' and Clients' evolving business needs. As part of this effort LCH SA is proposing to align certain fees with other LCH SA service offerings, further incentivize competition by offering certain discounts and make clarifying changes on how fees will be calculated and applied. LCH SA believes the Proposed Rule Change would not burden any Clearing Members or other market participants given that amendments to the Fee Grid will be applied equally for all CDSClear Clearing Members and Clients. Therefore, LCH SA does not believe that the Proposed Rule Change would impose a burden on competition not necessary or appropriate in furtherance of the purposes of the Act.

Item 5. Self-Regulatory Organization's Statement on Comments on the Proposed Rule Change Received from Members, Participants, or Others

Written comments relating to the Proposed Rule Change have not been solicited or received. LCH SA will notify the Commission of any written comments received by LCH SA.

Item 6. Extension of Time Period for Commission Action

¹¹ 15 U.S.C. 78q-1(b)(3)(D).

¹² 15 U.S.C. 78q-1(b)(3)(I).

LCH SA does not consent to the extension of the time period listed in Section 19(b)(2) of the Exchange Act¹³ for Commission action on the Proposed Rule Change.

Item 7. Basis for Summary Effectiveness Pursuant to Section 19(b)(3) or for Accelerated Effectiveness Pursuant to Section 19(b)(2) or Section 19(b)(7)(D)

(a) LCH SA is filing the Proposed Rule Change for immediate effectiveness pursuant to Section 19(b)(3)(A)¹⁴ of the Act and Rule 19b-4(f)(2)¹⁵.

(b) LCH SA believes that summary effectiveness is warranted because the Proposed Rule Change establishes a fee or other charge imposed by LCH SA on its Clearing Members, within the meaning of Rule 19b-4(f)(2)¹⁶.

(c) Not applicable.

(d) Not applicable.

Item 8. Proposed Rule Change Based on Rules of Another Self-Regulatory Organization or the Commission

The Proposed Rule Change is not based on the rules of another self-regulatory organization or the Commission.

Item 9. Security-Based Swap Submissions Filed Pursuant to Section 3C of the Act

Not applicable.

Item 10. Advance Notices Filed Pursuant to Section 806(e) of the Payment, Clearing and Settlement Supervision Act

Not applicable.

Item 11. Exhibits

¹³ 15 U.S.C. 78s(b)(2).

¹⁴ 15 U.S.C. 78s(b)(3)(A).

¹⁵ 17 CFR 240.19b-4(f)(2).

¹⁶ *Id.*

<u>Exhibit 1</u>	Not Applicable.
<u>Exhibit 1A</u>	Completed Notice of Proposed Rule Change for publication in the <u>Federal Register</u> .
<u>Exhibit 2</u>	Not Applicable.
<u>Exhibit 3</u>	Not Applicable.
<u>Exhibit 4</u>	Not Applicable.
<u>Exhibit 5</u>	Text of the Proposed Rule Change.

SIGNATURES

Pursuant to the requirements of the Exchange Act, Banque Centrale de Compensation has caused this filing to be signed on its behalf by the undersigned hereunto duly authorized.

BANQUE CENTRALE DE COMPENSATION



By: _____
Anne Favé
Interim Chief Compliance Officer

EXHIBIT 1A

SECURITIES AND EXCHANGE COMMISSION
(Release No. _____; File No. SR-LCH SA-2024-001).

_____, 2024

Self-Regulatory Organizations; LCH SA; Notice of Filing of Proposed Rule Change Relating to the CDSClear Fee Grid for 2024

Pursuant to Section 19(b)(1) of the Securities Exchange Act of 1934 (“**Act**”),¹ and Rule 19b-4 thereunder,² notice is hereby given that on _____, 2024, Banque Centrale de Compensation, which conducts business under the name LCH SA (“**LCH SA**”), filed with the Securities and Exchange Commission (“**Commission**”) the proposed rule change (“**Proposed Rule Change**”) described in Items I, II and III below, which Items have been primarily prepared by LCH SA. The Commission is publishing this notice to solicit comments on the Proposed Rule Change from interested persons.

I. Clearing Agency’s Statement of the Terms of Substance of the Proposed Rule Change

LCH SA is proposing to amend its CDSClear fee grid for single name and index CDS and options products (“**Fee Grid**”) by incorporating changes in the CDSClear business and new clearing services offered (the “**Proposed Rule Change**”). The text of the Proposed Rule Change has been annexed hereto as Exhibit 5. No amendments to the LCH SA CDS Clearing Rule Book (“**Rule Book**”) or the CDS Clearing Procedures (“**Procedures**”) are required to effect these changes.³

¹ 15 U.S.C. 78s(b)(1).

² 17 C.F.R. § 240.19b-4.

³ All capitalized terms not defined herein shall have the same definition as in the Rule Book or Procedures, as applicable.

The text of the Proposed Rule Change has been annexed as Exhibit 5 to File No. SR-LCH SA-2024-001.⁴

The implementation of the Proposed Rule Change will be contingent on LCH SA's receipt of all necessary regulatory approvals, including the approval by the Commission of the Proposed Rule Change described herein.

II. Clearing Agency's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

In its filing with the Commission, LCH SA included statements concerning the purpose of and basis for the Proposed Rule Change and discussed any comments it received on the Proposed Rule Change. The text of these statements may be examined at the places specified in Item IV below. LCH SA has prepared summaries, set forth in sections A, B, and C below, of the most significant aspects of such statements.

A. Clearing Agency's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

1. Purpose

The purpose of the Proposed Rule Change is for LCH SA CDSClear to amend its Fee Grid for single name and index CDS and options products by incorporating changes in the CDSClear business and new clearing services offered. The Proposed Rule Change reflects the ongoing development and new product scope of the CDSClear service with the objective to meet Clearing Members' and Clients' evolving business needs. For example, among other changes, LCH SA is proposing to remove the €200,000 rebate under the General Member Introductory Tariff for total notional cleared below €10bn for single name and sovereign CDS, as this rebate

⁴ All capitalized terms not defined herein have the same definition as in the CDS Clearing Rule Book available at https://www.lch.com/system/files/media_root/CDSClear_Rule_Book_26.09.2023.pdf.

was established to incentivize new clearing memberships as the business evolved. Likewise, LCH SA is also proposing to reduce the onboarding fee for options products from €30,000 to €15,000 to incentivize clearing of credit index options.

LCH SA is proposing to amend the CDSClear Fee Grid for 2024 as follows for CDS products:

Self-Clearing Tariff for Corporates, Financials and Sovereign Index and Single Name CDS

i. General Member Unlimited Tariff

LCH SA is proposing to clarify that the Annual Fixed Fee of €1,350,000 will be charged at a rate of 1/12th for each month the Clearing Member group is live. A footnote will be added to the Fee Grid to state that a Clearing Member is considered live for the whole month regardless of the go-live date within the considered month. LCH SA also proposes to amend the “Details” column of the Fee Grid to clarify that the Annual Fixed Fee applies to all indices and all non-sovereign single names activity for a Financial Group of a Clearing Member. This change is being made to simplify the existing language and has no impact on the General Member unlimited tariff amounts. LCH SA also proposes to remove reference to the full discount applied to sovereign single name variable fees, as the discount will no longer apply beginning in 2024.

ii. General Member – Introductory Tariff

LCH SA is proposing to apply a single annual fixed fee of €400,000 for the General Member’s Introductory Tariff. As such, LCH SA is subsequently proposing to remove the €200,000 rebate if a General Member’s notional amount cleared is below €10bn. LCH SA also proposes to delete the reference to the rebate under the Introductory Tariff heading, as this would no longer be applicable. In addition, as part of this revision to the Fee Grid, LCH SA is proposing to clarify that the fixed fee will be charged at a rate of 1/12th for each month the

General Member is live. Finally, LCH SA will add a footnote to state that a General Member is considered live for the whole month regardless of the go-live date within the considered month.

iii. Select Members

For Select Members, LCH SA is proposing amendments to certain footnotes under the “Select Membership” heading. Specifically, LCH SA is proposing to clarify that the Annual Fixed Fee for Select Members will be charged 1/12th for each month the Select Member is live. This amended footnote will apply to the Annual Fixed Fee of €450,000. LCH SA also proposes to add a footnote clarifying the rebate available to Select Members. If a Select Member’s total annual gross notional cleared is under €10bn and the Select Member is live for the whole calendar year (January 1 – December 31), LCH SA will provide a €200,000 rebate in the Select Member’s December bill, resulting in a reduced Annual Fixed Fee of €250,000.

iv. High Turnover Fee Plan

LCH SA offers a High Turnover Fee Plan (“**HTFP**”) based on notional cleared. LCH SA is proposing to clarify that the HTFP applies on the notional cleared in a calendar year but excludes from the determination of the total cleared notional, the trades not charged under the Switch Programme. The HTFP will also continue to exclude the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees and the notional cleared part of a CCP Switch that thus did not attract any clearing fees (*i.e.*, only those trades which attract a fee will count towards the HTFP notionals). Finally, LCH SA is proposing to clarify that the HTFP does not apply to General Members.

v. Onboarding Fees

For new Clearing Member onboardings in 2024, LCH SA is proposing to add a €15,000 onboarding fee for the purposes of cost recovery and to align with other LCH SA services.⁵ LCH SA will apply this to all application files received after January 1, 2024.

vi. Annual Account Structure Fees

LCH SA currently offers Legally Segregated Operationally Commingled (“LSOC”) accounts to Clearing Members of CDSClear, in addition to Individual Segregated Accounts and Omnibus Segregated Accounts. LCH SA is proposing to continue not to charge a yearly fee for LSOC accounts under the Proposed Rule Change and thus no change is being made to the Fee Grid.

Client Clearing Tariff for Corporate, Financials and Sovereign Index and Single Names CDS

i. Intraday Trading Fee Plan

LCH SA is proposing to add an intraday trading fee discount which will be applied by only charging the maximum notional of buys and sells per contract per day per trade account, where trade date is equal to clearing date (*i.e.*, trades that are backloaded or the result of an option exercise are excluded from the discount, as trade date will be before the clearing date for these trades). LCH SA is proposing the intraday trading fee plan to clients in order to incentivize clients to sign up for CDSClear services. Clearing Members that would benefit from this tariff are usually market makers who would buy and sell the same instrument multiple times a day. Such Clearing Members can instead already benefit from the Unlimited tariff available to General Members.

ii. CCP Switch Programme

⁵ LCH SA currently assesses an onboarding fee of €15,000 for its EquityClear SA and CommodityClear SA services.

LCH SA is proposing to amend the first footnote to clarify that the CCP Switch Programme (“**Switch Programme**”) is available to market participants and applicable to live CCP trades beginning on January 4, 2024 onwards.⁶ LCH SA is not proposing any other amendments to this section of the Fee Grid.

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LCH SA is proposing to amend the footnote to clarify that the HTFP applies on the notional cleared in a calendar year but excludes from the determination of the total cleared notional, the trades not charged under the Intraday Trading Fee Plan or the Switch Programme. The HTFP will also continue to exclude the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees and the notional cleared part of a CCP Switch that thus did not attract any clearing fees (*i.e.*, only those trades which attract a fee will count towards the HTFP notionals). Finally, LCH SA is proposing to clarify that the HTFP does not apply to General Members.

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General Members

i. Introductory Tariff

LCH SA is proposing to clarify the Introductory Tariff floor on clearing fees will be charged 1/12th for each month a General Member Group is live. A footnote will be added to the Fee Grid to state that a General Member is considered live for the whole month regardless of the go-live date within the considered month. LCH SA also proposes to clarify that there will be no

⁶ Under the CCP switch Incentive Programme, Members and Clients may benefit from the programme by closing out existing CDS transactions at their current CDS CCP and clearing new transactions at LCH SA. Any trades that were moved to LCH SA from another CCP prior to 1 Jan 2024 will be rebated in 2023 and cannot be claimed for after this date.

Electronic Exercise Platform for exercising credit index options (“EEP”) usage fees in 2024, as reference to 2023 will no longer be applicable.

ii. Unlimited Tariff

LCH SA is proposing to clarify the Unlimited Tariff annual fixed fee will be charged 1/12th for each month a Member Group is live. A footnote will be added to the Fee Grid to state that a Member is considered live for the whole month regardless of the go-live date or the membership termination date within the considered month. LCH SA also proposes to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA also currently offers a discounted rate of €115,000 for notional cleared strictly above €15bn. LCH SA is proposing to clarify that it will provide a €260,000 rebate to the Clearing Member’s December bill if the General Member Group is live for the whole calendar year (January 1 – December 31).

iii. New Market Participant Tariff

LCH SA is proposing to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA is also proposing to add that in-year switches are not permitted, in order to align with other General Member tariffs.

iv. Onboarding Fees

LCH SA is proposing to reduce its current onboarding fee from €30,000 to €15,000 per legal entity under the Introductory Tariff or per Financial Group of a Clearing Member under the Unlimited Tariff. LCH SA is not proposing any other amendments to this section of the Fee Grid.

Select Members

i. Introductory Tariff

LCH SA is proposing to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA is not proposing any other amendments to this section of the Fee Grid.

ii. Unlimited Tariff

LCH SA is proposing to clarify that there will be no EEP usage fees in 2024, as reference to 2023 will no longer be applicable. LCH SA is also proposing to clarify the Unlimited Tariff annual fixed fee will be charged 1/12th for each month a Select Member is live. A footnote will be added to the Fee Grid to state that a Select Member is considered live for the whole month regardless of the go-live date within the considered month. LCH SA also currently offers a discounted rate of €115,000 for notional cleared strictly above €15bn. LCH SA is proposing to clarify that it will provide a €285,000 rebate to the Select Member's December bill if the Select Member is live for the whole calendar year (January 1 – December 31).

iii. Onboarding Fees

LCH SA is proposing to reduce its current onboarding fee from €30,000 to €15,000 per Legal Entity under the Introductory Tariff or per Financial Group of a Select Clearing Member under the Unlimited Tariff. LCH SA is not proposing any other amendments to this section of the Fee Grid.

Clients*i. Variable Fees*

LCH SA is proposing to apply the full discount of client variable fees to 2024, as 2023 will no longer be applicable. LCH SA is not proposing any other amendments to this section of the Fee Grid.

LCH SA is also proposing to establish a fee structure for the retrieval of archived files. This proposed change will establish the fee structure currently applicable to LCH SA's EquityClear and RepoClear services. Specifically, LCH is proposing to charge a fee of €500 for the first archived file retrieval and €250 for each additional archived file retrieval. For ancillary requests, including ad hoc requests related to investigations, analysis and data and analytics, LCH SA is proposing to charge a fee based on time spent on the request. LCH SA is proposing to charge €500 for ½ day, €1,000 for 1 day and €500 for each additional ½ day. LCH SA is also proposing to clarify that the charge for certain large requests (*i.e.*, >50 files) will be provided in a quote as determined by LCH SA. In addition, LCH SA is also proposing to clarify that it will provide a more tailored estimate for each ancillary request received. To clarify, the proposed archived report fee structure is currently implemented for EquityClear and RepoClear, and LCH SA is proposing to extend to CDSClear as well.

2. Statutory Basis

LCH SA believes that the Proposed Rule Change is consistent with the requirements of Section 17A of the Exchange Act⁷ and the regulations thereunder applicable to LCH SA. Section 17A(b)(3)(D) of the Act⁸ requires that the rules of a clearing agency provide for the equitable allocation of reasonable dues, fees and other charges among its participants.

LCH SA believes the amendments to the Fee Grid are reasonable given the changes to its CDSClear service and equitable for both existing and new Clearing Members. Specifically, the Proposed Rule Change reflects the evolution and further maturity of LCH SA's CDSClear service, including the expansion of the CDSClear service in the United States and to support the LSOC

⁷ 15 U.S.C. 78q-1.

⁸ 15 U.S.C. 78q-1(b)(3)(D).

model, and provides for additional clarity to existing and new Clearing Members. LCH SA is proposing to introduce an onboarding fee of €15,000 per entity beginning in 2024 to align with the onboarding fees assessed for other services of LCH SA.⁹ In an effort to further align fees assessed for each service, LCH SA is proposing to reduce the options onboarding fee from €30,000 to €15,000. For house accounts, LCH SA is proposing a single annual fixed fee of €400,000 for General Members' Introductory Tariff and removing the €200,000 rebate for notional cleared below €10bn. LCH SA is also clarifying the application of the rebate pertaining to the fixed fee for Select Members. Specifically, a rebate of €200,000 will be applied to a Select Member's December invoice, such that the Select Member will only pay a fixed fee of €250,000 instead of €450,000, provided that the Select Member is live for the whole calendar year (January 1 – December 31) and its annual notional cleared is below €10bn.

To provide clarity on the application of the fixed fee for General Members and Select Members for both single name and index CDS and options products, LCH SA is proposing to add clarifying language stating that 1/12th of the annual fixed fee will be charged to General Members Unlimited, General Members Introductory and Select Members that are live for any part of a calendar month. This clarification will address mid-year joiners and leavers.

For client clearing, LCH SA proposes to institute an Intraday Trading Fee Plan discount, whereby only the maximum notional of buys and sells per contract per day per trade account will be charged. and only in the case where the trade date and clearing date are equal. LCH SA also proposes to clarify that under its current HTFP, only chargeable trades will count towards HTFP notionals, however trades not charged under the Intraday Trading Fee Plan or the Switch

⁹ LCH SA currently assesses an onboarding fee of €15,000 for its EquityClear SA and CommodityClear SA services. Please see LCH SA onboarding fees available at: <https://www.lch.com/membership/sa-membership/sa-fees>.

Programme would not be included. The HTFP will also continue to exclude the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees and the notional cleared part of a CCP Switch that thus did not attract any clearing fees.

LCH SA will continue to incentivize market participants clearing new transactions at LCH SA CDSClear. Currently, General Members and Select Members and Clients can benefit from LCH SA's Switch Programme by closing out existing CDS transactions at their current CDS CCP and clearing new transactions at LCH SA CDSClear. After registration, such Members will not be charged variable fees for new transactions cleared at LCH SA CDSClear under the Switch Programme during a 6-month period and a credit note will be applied to Members' and Clients' clearing accounts, covering the fees associated with closing out positions at another CDS CCP. The credit note will be applicable towards fees associated with future transactions cleared at LCH SA CDSClear. LCH SA is proposing to clarify that the Switch Programme is available to market participants and applicable to live CCP trades beginning January 4, 2024, onwards.

Finally, LCH SA is proposing to continue the fee holiday for options Clients for 2024 and will continue not to charge for EEP usage fees in 2024 for options General Members, Select Members and Clients. LCH SA will also provide Members with the option to request archived reports and proposes to align the fee associated with retrieval and any ancillary requests thereto, with other LCH SA services.¹⁰ LCH SA therefore believes that the Proposed Rule Change is consistent with the requirements of Section 17A(b)(3)(D) of the Act¹¹ in that the amendments to the Fee Grid for 2024 are reasonable and equitable among its participants.

B. Clearing Agency's Statement on Burden on Competition

¹⁰ LCH SA currently offers this service for its EquityClear SA and RepoClear SA services.

¹¹ 15 U.S.C. 78q-1(b)(3)(D).

Section 17A(b)(3)(I) of the Act¹² requires that the rules of a clearing agency not impose any burden on competition not necessary or appropriate in furtherance of the purposes of the Act. LCH SA does not believe that the Proposed Rule Change would impose any burden on competition. The purpose of the Proposed Rule Change is for LCH SA to amend its Fee Grid for 2024 by incorporating changes to the CDSClear business and new clearing services offered to meet Clearing Members' and Clients' evolving business needs. As part of this effort LCH SA is proposing to align certain fees with other LCH SA service offerings, further incentivize competition by offering certain discounts and make clarifying changes on how fees will be calculated and applied. LCH SA believes the Proposed Rule Change would not burden any Clearing Members or other market participants given that amendments to the Fee Grid will be applied equally for all CDSClear Clearing Members and Clients. Therefore, LCH SA does not believe that the Proposed Rule Change would impose a burden on competition not necessary or appropriate in furtherance of the purposes of the Act.

III. Date of Effectiveness of the Proposed Rule Change and Timing for Commission Action

The foregoing rule change has become effective pursuant to Section 19(b)(3)(A) of the Act and paragraph (f) of Rule 19b-4 thereunder. At any time within 60 days of the filing of the proposed rule change, the Commission summarily may temporarily suspend such rule change if it appears to the Commission that such action is necessary or appropriate in the public interest, for the protection of investors, or otherwise in furtherance of the purposes of the Act.

IV. Solicitation of Comments

¹² 15 U.S.C. 78q-1(b)(3)(I).

Interested persons are invited to submit written data, views, and arguments concerning the foregoing, including whether the proposed rule change is consistent with the Act. Comments may be submitted by any of the following methods:

Electronic Comments:

- Use the Commission's Internet comment form (<http://www.sec.gov/rules/sro.shtml>); or
- Send an e-mail to rule-comments@sec.gov. Please include File Number SR-LCH SA-2024-001 on the subject line.

Paper Comments:

- Send paper comments in triplicate to Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549-1090.

All submissions should refer to File Number SR-LCH SA-2024-001. This file number should be included on the subject line if e-mail is used. To help the Commission process and review your comments more efficiently, please use only one method. The Commission will post all comments on the Commission's Internet website (<http://www.sec.gov/rules/sro.shtml>). Copies of the submission, all subsequent amendments, all written statements with respect to the proposed rule change that are filed with the Commission, and all written communications relating to the proposed rule change between the Commission and any person, other than those that may be withheld from the public in accordance with the provisions of 5 U.S.C. 552, will be available for website viewing and printing in the Commission's Public Reference Room, 100 F Street, NE, Washington, DC 20549 on official business days between the hours of 10:00 am and 3:00 pm. Copies of the filing also will be available for inspection and copying at the principal

office of LCH SA and on LCH SA's website at:

<https://www.lch.com/resources/rulebooks/proposed-rule-changes>.

Do not include personal identifiable information in submissions; you should submit only information that you wish to make available publicly. We may redact in part or withhold entirely from publication submitted material that is obscene or subject to copyright protection.

All submissions should refer to File Number SR-LCH SA-2024-001 and should be submitted on or before [Commission to insert date 21 days from publication in the Federal Register].

For the Commission, by the Division of Trading and Markets, pursuant to delegated authority.¹³

Secretary

¹³ 17 CFR 200.30-3(a)(12).


Proposed CDSClear Fee Grid effective from January 4, 2024*
Self-Clearing Tariff for Corporates, Financials and Sovereign Index and Single Name CDS

Membership	Annual Fixed Fee	Self-Clearing/Variable Fees				Details
		EUR Indices	EUR Single Names	US Indices [^]	US Single Names [^]	
General Member Unlimited Tariff	€1,350,000 <u>charged 1/12th for each month the Member Group is live (***)</u>	No Variable Fee				Covers all self-clearing: <ul style="list-style-type: none"> Corporate and Financials Index and Single Name activity Sovereign Index activity All indices and all non-Sovereign Single Names activity for a Financial Group of a Clearing Member
General Member Unlimited Tariff - Single Name Sovereign CDS	€180,000 <u>charged 1/12th for each month the Member Group is live (***)</u>	N/A	No Variable Fee	N/A	No Variable Fee	General Members – Unlimited can choose between the Fixed Fee Tariff and the Variable Fees for their Sovereign Single Name CDS clearing activity.
Single Name Sovereign CDS Variable Fees	N/A	NA	€10 Per € million gross notional cleared	NA	\$13 Per \$ million gross notional cleared	In-year switches permitted once per year between the Fixed Fee Tariff and the Variable Fees one, and effective from the start of the next month following a 15 business days' notice period. The Fixed Fee Tariff covers all self-clearing Sovereign Single Name activity for a Financial Group of a Clearing Member.
Full discount of Sovereign Single Names variable fees from 14-Dec-2022 to 14-Dec-2023 included						
General Member Introductory Tariff	€200,000 <u>if the total annual gross notional cleared is under €10 billion (**)</u> €400,000 <u>if the total annual gross notional cleared is over €10 billion (**)</u> <u>charged (**)</u> <u>1/12th for each</u>	€3.5 Per million gross notional cleared	€10 Per million gross notional cleared	\$4.5 Per million gross notional cleared	\$13 Per million gross notional cleared	Covers all self-clearing Corporate, Financial and Sovereign Index and Single Names activity <u>The fixed fee is charged assuming more than €10bn notional will be cleared. Any amount overdue (for GMs having cleared less than</u>



	<u>month the Member is live (***)</u>					€10bn will be returned to the Member in the last bill of the year}
Full discount of variable fees for Sovereign Single Names from 14-Dec-2022 to 14-Dec-2023 included						
Select Member	€250,000 <u>if the total annual gross notional cleared is under €10billion (***)</u>					Covers all self-clearing Corporate, Financials and Sovereign Index and Single Names activity
	€450,000 <u>if the total annual gross notional cleared is strictly over €10billion (***) 1/12th for each month the Member is live (****)</u>	€4 Per million gross notional cleared	€10 Per million gross notional cleared	\$5 Per million gross notional cleared	\$13 Per million gross notional cleared	<u>The fixed fee is charged at €450,000 assuming more than €10bn notional will be cleared. Any amount overdue for SMs having cleared less than €10bn and live for the whole calendar year (January 1st – December 31st) will be returned to the Member in the last bill of the year}</u>

^ The fees will be calculated in USD and billed in EUR

Clearing Members can select General Membership (Unlimited and Introductory tariffs) or Select Membership.

New CDS Clear Clearing Members will be billed the first fixed tariff ~~installment~~ instalment and variable fees starting the month following their ~~go-live~~ live.

~~(*)~~ Unlimited Tariff

- ~~One twelfth of this fee (EUR 112 500) is charged each month~~
- ~~General Members Unlimited can choose between the Fixed Fee Tariff and the Variable Fees for their Sovereign Single Name CDS clearing activity. The Clearing House defaults General Members Unlimited to the Annual Fixed Fee tariff. In-year switch is permitted once per year between the Fixed Fee Tariff and the Variable Fees one~~

~~(**)~~ Introductory Tariff

- ~~An annual Membership and clearing fixed fee of €400,000 is charged by the Clearing House to cover all self-clearing Corporate, Financials and Sovereign Index and Single Names activity, if the total annual gross notional cleared is over €10bn.~~
- ~~One twelfth of this fee will be charged each month in addition to the variable fee~~
- ~~An annual Membership and clearing fixed fee of EUR 200,000 is charged by the Clearing House to cover all self-clearing Corporate, Financials and Sovereign Index and Single Names activity, if the total annual gross notional cleared is under €10bn. The annual EUR fixed fee is charged assuming that more than €10bn notional will be~~



cleared within the year. Any amount overdue (for General Members having cleared less than €10bn) will be returned to the Member in the last bill of the year.

(***) Select Membership

- An annual Membership and clearing fixed fee of €450,000 is charged by the Clearing House to cover all self-clearing Corporate, Financials and Sovereign Index and Single Names activity ~~if the total annual gross notional cleared is over €10bn, charged 1/12th for each month the Member is live***.~~
- ~~An annual Membership and clearing fixed fee of EUR 250,000 is charged by the Clearing House to cover all self-clearing Corporate, Financials and Sovereign Index and Single Names activity if the total annual gross notional cleared is under €10bn and the Member is live for the whole calendar year (January 1st – December 31st), the Clearing House will provide a €200,000 rebate in the December bill.~~
- ~~The annual EUR fixed fee is charged assuming that more than €10bn notional will be cleared within the year. Any amount overdue (for Select Members having cleared less than €10bn) will be returned to the Member in the last bill of the year. One twelfth of this fee will be charged each month in addition to the variable fee~~

(****) Live Members

- A Member is considered live for the whole month regardless of the go-live date or the membership termination date within the considered month.

High Turnover Fee Plan

- ~~Variable fee grid based on notional cleared to make clearing more attractive by decreasing the marginal variable fee past predefined notional thresholds as detailed below.~~
- ~~Credit index option trades are excluded from the Plan.~~
- ~~CCP Switch trades and trades subject to credit notes as part of the CCP Switch Programme are excluded from the Plan.~~
- ~~This Plan is not subject to registration : Select Members automatically benefit from it.~~
- When a Select Member reaches a new threshold, the new variable fees apply from the following month. The HTFP applies on the notional cleared in a calendar year but excludes from the determination of the total cleared notional:
 - the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees
 - the notional cleared part of a CCP Switch that thus did not attract any clearing fees
 - the trades not charged under the CCP Switch Programme
- Options are excluded from the High Turnover Fee plan
- The High Turnover Fee plan does not apply to General Members

Client Clearing Tariff for Corporate, Financials and Sovereign Index and Single Names CDS

Client Clearing	Self-Clearing / Variable Fees			
	EUR Indices	EUR Single Names	USD Indices	USD Single Names



Variable Fees	€4 Per million gross notional cleared	€12 Per million gross notional cleared	\$5 Per million gross notional cleared	\$17 Per million gross notional cleared	Covers all self-clearing Corporate, Financials and Sovereign Index and Single Names activity.
<u>Intraday Trading Fee Plan</u>	<u>Only the maximum notional of buys and sells per contract per day per trading account will be charged and where trade date is equal to clearing date -(excludes backloads and options exercises).</u>				

Annual Account Fees

A yearly fee is charged for each ISA or OSA account as indicated in the table below.

	ISA	OSA Net	OSA Gross	LSOC
Fee	€3,500	€3,500	€3,500 ¹	\$0

1. CDSClear Account Charges

¹Gross OSA account charges:

- Main value segregated collateral account operated by the Clearing Member, only one per Clearing Member. The main Gross OSA¹ is charged at €0/€0.
- Each additional Gross OSA will be charged at €1,750 for each 6-month period (comparison annual cost €3,500)

Onboarding Fees

A €15k one-off onboarding fee will be charged per Clearing Member applicable for new onboardings starting in 2024 (application file received after January 1st, 2024).

Options Tariff

General Member	Introductory Tariff	Can cover either one or multiple legal entities under conditions below (no Affiliate coverage) In-year switches are not permitted <i>No EEP usage fees in 20232024</i>
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	Clearing Fees	\$8	per million of option notional on US Indices
		€8	per million of option notional on European Indices
	<i>Floor on clearing fees, charged 1/12th for each month a Member Group is live (****)</i>	€115k	<i>Per calendar year (no pro-rating) for 1 entity</i>
€150k		<i>Per calendar year (no pro-rating) for 2 entities of the same Financial Group of a Clearing Member</i>	
€190k		<i>Per calendar year (no pro-rating) for 3 or more entities of the same Financial Group of a Clearing Member</i>	
Unlimited Tariff	<p>Cover all Affiliates of a given Financial Group of a Clearing Member</p> <p>Cover all clearing fees for Credit Option House activity for both iTraxx® and CDX™.NA underlying index families</p> <p>In-year switches are not permitted</p> <p><i>No EEP usage fees in 2023-2024</i></p>		
<i>Fixed fee (annual), charged 1/12th for each month a Member Group is live (****)</i>	€375k Per calendar year (no pro-rating)		
<i>Discounted Rates</i>	<i>€115k if notionals cleared strictly above €15bn and the Member Group is live for the whole calendar year (January 1st – December 31st), the Clearing House will provide a €260k rebate in the December bill</i>		
New Market Participant Tariff	Can apply to either one or multiple legal entities under conditions below (no affiliate coverage)		
	Available for new joiners only (i.e., no entity of the same Financial Group of a Clearing Member registered to the Option clearing service under the Introductory or the Unlimited tariff in the last 3 calendar years), for 1 calendar year, renewable once only		
	<i>In-year switches are not permitted</i>		
	<i>No EEP usage fees in 2024</i>		
	€10	Per million notional on European Indices	
	\$10	Per million notional on US Indices	
Onboarding Fees <i>(both Introductory & unlimited)</i>	€30k 15k	One-off fee per Legal Entity under the Introductory tariff or per Financial Group of a Clearing Member under the Unlimited tariff.	
Select Member	Introductory Tariff	Cover only one legal entity (no affiliate coverage)	



		In-year switches are not permitted <i>No EEP usage fees in 20232024</i>	
Clearing Fees	\$10	per million of option notional on US Indices	
	€10	per million of option notional on European Indices	
Unlimited Tariff	Cover all Affiliates of a given Financial Group of a Clearing Member Cover all clearing fees for Credit Option House activity for both iTraxx® and CDX™.NA underlying index families In-year switches are not permitted <i>No EEP usage fees in 20232024</i>		
<i>Fixed fee (annual) charged 1/12th for each month a Member is live (****)</i>	€400k	<i>Per calendar year (no pro-rating)</i>	
<i>Discounted Rates</i>	<i>€115k if notionals cleared strictly above €15bn and if the Member is live for the whole calendar year (January 1st – December 31st), the Clearing House will provide a €285k rebate in the December bill</i>		
Onboarding Fees (both Introductory & unlimited)	€ 30k 15k	One-off fee per Legal Entity under the Introductory tariff or per Financial Group of a Clearing Member under the Unlimited tariff	
Client	Options Clearing Fees	\$4	per million of option notional on US Indices
		€4	per million of option notional on European Indices
		<i>20232024: Full discount of client variable fees</i>	

(**) Live Members**

- A Member is considered live for the whole month regardless of the go-live date or the membership termination date within the considered month.



CCP switch <u>Incentive</u> Programme	<ul style="list-style-type: none"> • CCP switch programme now available to market participants <u>and applicable to live CCP trades only from January 4, 2024, onwards.</u> • Members and Clients can benefit from the programme by closing out existing CDS transactions at their current CDS CCP and clearing new transactions at LCH SA CDSClear. • After registration, no variable fees will be charged for new transactions cleared at LCH SA CDSClear under the Programme during a 6-month period and a credit note will be applied to Members' and Clients' clearing accounts, covering the fees associated with closing out positions at another CDS CCP. The credit note will be applicable towards fees associated with future transactions cleared at LCH SA CDSClear. • The amount of the credit notes issued will be calculated using the published variable fees at the Clients' current CDS CCP. • To benefit from CDSClear's CCP switch programme, please contact CDSClear@lch.com for more information.
High Turnover Fee plan	<ul style="list-style-type: none"> • Variable fee grid based on notional cleared to make clearing more attractive by decreasing the marginal variable fee past predefined notional thresholds as detailed below. • Credit index option trades are excluded from the Plan. • CCP Switch trades and trades subject to credit notes as part of the CCP Switch Programme are excluded from the Plan. • This Plan is not subject to registration : Select Members automatically benefit from it. • When a client reaches a new threshold, the new variable fees apply from the following month <p><u>The HTFP applies on the notional cleared in a calendar year but excludes from the determination of the total cleared notional:</u></p> <ul style="list-style-type: none"> - <u>the notional cleared for which a CCP Switch credit note was used to zero out the clearing fees</u> - <u>the notional cleared part of a CCP Switch that thus did not attract any clearing fees</u> - <u>the trades not charged under the Intraday Trading Fee Plan or the CCP Switch Programme</u> <p><u>Options are excluded from the High Turnover Fee plan</u></p> <p><u>The High Turnover Fee plan does not apply to General Members</u></p>
	Bucket 1 Standard fee for EUR Indices if the total annual gross notional cleared of EUR Indices is strictly below €60billion Standard fee for EUR Single Names if the total annual gross notional cleared of EUR Single Names is strictly below €5billion Standard fee for USD Indices if the total annual gross notional cleared of USD Indices is strictly below \$60billion Standard fee for USD Single Names if the total annual gross notional cleared of USD Single Names is strictly below \$5billion



	Bucket 2	<p>€3 per million of EUR Indices gross notional cleared if the total annual gross notional cleared of EUR Indices is above €60billion and strictly below €120billion</p> <p>€9 per million of EUR Single Names gross notional cleared if the total annual gross notional cleared of EUR Single Names is above €5billion and strictly below €10billion</p> <p>\$4 per million of USD Indices gross notional cleared if the total annual gross notional cleared of USD Indices is above \$60billion and strictly below \$120billion</p> <p>\$12 per million of USD Single Names gross notional cleared if the total annual gross notional cleared of USD Single Names is above \$5billion and strictly below \$10billion</p>
	Bucket 3	<p>€2 per million of EUR Indices gross notional cleared if the total annual gross notional cleared of EUR Indices is above €120billion and strictly below €240billion</p> <p>€6 per million of EUR Single Names gross notional cleared if the total annual gross notional cleared of EUR Single Names is above €10billion and strictly below €20billion</p> <p>\$3 per million of USD Indices gross notional cleared if the total annual gross notional cleared of USD Indices is above \$120billion and strictly below \$240billion</p> <p>\$7 per million of USD Single Names gross notional cleared if the total annual gross notional cleared of USD Single Names is above \$10billion and strictly below \$20billion</p>
	Bucket 4	<p>€1 per million of EUR Indices gross notional cleared if the total annual gross notional cleared of EUR Indices is above €240billion and strictly below €480billion</p> <p>€3 per million of EUR Single Names gross notional cleared if the total annual gross notional cleared of EUR Single Names is above €20billion and strictly below €40billion</p> <p>\$2 per million of USD Indices gross notional cleared if the total annual gross notional cleared of USD Indices is above \$240billion and strictly below \$480billion</p> <p>\$2 per million of USD Single Names gross notional cleared if the total annual gross notional cleared of USD Single Names is above \$20billion and strictly below \$40billion</p>
	Bucket 5	<p>Free of charge if the total annual EUR Indices gross notional cleared of EUR Indices is above €480billion</p> <p>Free of charge if the total annual EUR Single Names gross notional cleared of EUR Single Names is above €40billion</p> <p>Free of charge if the total annual USD Indices gross notional cleared of USD Indices is above \$480billion</p>



		Free of charge if the total annual USD Single Names gross notional cleared of USD Single Names is above \$40billion
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Affiliates clearing as Client (all products)

Affiliates clearing as Clients	Full rebate on variable clearing fees for the Affiliate of a Clearing Member onboarded as client of such Clearing Member under the following conditions: <ul style="list-style-type: none"> • The Clearing Member is a General Member under the Unlimited Tariff; • The Affiliate is a legal entity part of the same Financial Group as the Clearing Member; • The rebate applies to 1 trade account per affiliate and for all clearing services for which the Clearing Member is under the Unlimited Tariff (<u>+-e.i.e.,</u> Index & Single Names and/or Options); • The rebate cannot apply to any account opened for CCM Indirect Clients; and A fixed annual account fee of €100,000 is charged per affiliate of a Clearing Member onboarded as a client and benefiting from the full rebate on variable fees.
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* Subject to any appropriate regulatory review and/or approval process duly completed

Fees for retrieving Archived Files

- Any request for archived production files should be addressed to the clearing member's account manager; an estimate will be drawn up; it will need to be agreed and signed by the member before any further investigation.

A. Archived Production file charges

- For illustration purposes, archived production file transfer requests are charged as follows *:

<u>1st file retrieval</u>	<u>€ 500</u>
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<u>2nd and each additional daily file</u>	<u>€ 250 each</u>
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- * For large requests (>50 files), the quote will depend on the size of request (Price on Request).

B. Ancillary request charges

- All other ad-hoc request related to investigation, analysis and data & analytics are charged as follows **:

<u>Time spent on the request</u>	<u>Fee</u>
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<u>1/2 day</u>	<u>€ 500</u>
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<u>1 day</u>	<u>€ 1000</u>
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<u>Each additional 1/2 day</u>	<u>€ 500</u>
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** A more tailored estimate will be provided for each request received