

LCH Ltd EquityClear Growth & Consolidation Rebate

From 1st July 2024

A one-time rebate will be paid to qualifying Clearing Members based on their ADV as calculated in H1 2024 and their 6-month rolling average ADV in the twelve-month period following 1st July 2024. New EquityClear Members would also qualify for the incentive scheme, as per below:

Tier 1

If the following criteria are met, a consolidation rebate equal to 100% of the clearing fees and OTC clearing fees paid during the 6-month rolling average calculation period (mentioned below) will be paid, subject to a cap of **£400,000**:

- A member's ADV in H1 2024 was **≥160,000**
- At any point in the 12-month period following 1st July 2024 a member's 6-month rolling average ADV represents **175%** of the member's ADV for H1 2024.

New EquityClear Members of LCH with a 6-month rolling average ADV of 120,000 or more trade sides will automatically qualify for Tier 1 of the Growth and Consolidation rebate.

Tier 2

If the following criteria are met, a consolidation rebate equal to 100% of the clearing fees and OTC clearing fees paid during the 6-month rolling average calculation period (mentioned below) will be paid, subject to a cap of **£200,000**:

- A member's ADV in H1 2024 was **<160,000**
- At any point in the 12-month period following 1st July 2024 a member's 6-month rolling average ADV increases by **50,000** trade sides vs the member's ADV for H1 2024.

New EquityClear Members of LCH with a 6-month rolling average ADV of 50,000 trade sides will automatically qualify for Tier 2 of the Growth and Consolidation rebate.

The rebate will be payable the month immediately following when the qualifying criteria are satisfied.

(a) "ADV" means, in respect of a Member and a calendar month, the number of trades cleared by such Member within the EquityClear service during such month, divided by the number of EquityClear service business days in such month;

Example: $H1\ 2024\ ADV = \text{Total trade sides} / 127$, where 127 is the total number of EquityClear service business days Jan – Jun 2024.

(b) 6-month rolling averages will be taken for previous 6 months of activity up to and including the current trading month.



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