

Circular no. 02/2018, of 24th July

**ARCO SETTLEMENT SYSTEM.
MODIFICATION OF FEES**

Please note that only the Spanish version of this document produces legal effect. Any translation is provided for commercial purposes only.

Circular no. 3/2017, of 17 July, on Arco Settlement System. Fees, approving the fees applicable to securities listed in the ARCO Settlement System

This Circular modifies Circular no. 3/2017, including the following changes:

- a) It specifies the fees charged for the service of communication of declarations and payment of the French tax on financial transactions.
- b) It modifies the fee charged for access to the testing environment and specifies the cost of messaging in said environment.
- c) It sets out the fee that IBERCLEAR may charge settlement participants for all expenses that may be incurred in the performance of the steps related to the process of voluntary waiving of registry-entry maintenance and reinstatement of securities to their original registration status.
- d) Establishes the fee to be charged to issuers for failure in communicating necessary specifications to process and execute financial and corporate transactions.

Therefore, the Board of Directors of IBERCLEAR has approved the following:

Regulation 1. Modification of fees for participants in Circular no. 3/2017, Appendix A.

1. Includes new section in Regulation 8 - Custody of foreign securities- of Appendix A of Circular 3/2017:



"A fee of €1.00 per tax return, plus the amount charged by Euroclear France to IBERCLEAR, will be charged for the notification and, as the case may be, payment of French tax returns for financial transactions to Euroclear France"

2. Section 10 of Regulation 10 - Information and notifications - of Appendix A of Circular 3/2017 is redrafted to read as follows:

"IBERCLEAR will pass on to participants the cost of the SWIFT messages exchanged between IBERCLEAR and T2S in the name of each of the participants"

Item	Fee
<i>Passing on of SWIFT costs (production environment)</i>	<i>0,0118€</i>
<i>Passing on of SWIFT costs (Testing environment)</i>	<i>50% Production environment</i>

3. Section 3 of Regulation 11 - Other services - of Appendix A of Circular 3/2017 is redrafted to read as follows:

"A fee of €200 per calendar month will be charged to the participant or, if designated, its delegated entity, for having enabled the testing environment, except the mandatory admission testing for new participants."

Item	Fee
<i>Access to the testing environment</i>	<i>200€</i>

4. Includes new section in Regulation 11 - Other services- of Appendix A of Circular 3/2017:

"IBERCLEAR may pass on to participants any expenses incurred as a result of the performance of steps in the process of voluntary waiving of register-entry maintenance and reinstatement of securities to their original registration status of the ARCO System Manual, and that have the purpose of determining to what issues the process of entry of the voluntary waiving of maintenance of book-entry registration may apply, where such expenses are prorated among all participants according to the number of securities they have registered in issues to which such processes have been applied."

Regulation 2. - Modification of fees for issuers provided for in Circular no. 3/2017, Appendix B

Includes new section in Regulation 6 - Management of corporate actions- of Appendix B of Circular 3/2017.

"For the failure in communication the necessary specifications to enable the processing and execution of corporate actions the issuer will be charged with a fee of 1.000€."

Item	Fee
<i>Failure in communication of corporate action information</i>	1.000€

ADDITIONAL PROVISION

Updated versions of the following documents are attached to this Circular as appendices for merely informative purposes:

- Appendix A. ARCO SYSTEM: Fees for participants.
- Appendix B. ARCO SYSTEM: Fees for issuers.

REPEAL PROVISION

Regulation 3 - Fees and expenses - of Circular 7/2001, of 18th July, on issues excluded from trading due to situation of inactivity, is revoked.

FINAL PROVISION

This Circular shall enter into force on 1st August 2018.

Madrid, 24th July 2018

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