

**Circular No. 01/2022, January 25<sup>th</sup>**

**ARCO SETTLEMENT SYSTEM. AMENDMENT OF FEES**

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

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

This Circular modifies Rule 11 “Other services” of Appendix A “Fees for participant entities” to Circular 3/2017, July 17<sup>th</sup>.

The fees related to the management of the settlement discipline, applicable for the management of the settlement discipline mechanisms and for the management of the contingency in the event of non-payment of a participant, are approved. The fee for the management of the settlement discipline mechanisms will be reviewed once the recovery of the development costs becomes effective, foreseeably in the first half of 2026, in order to recover, from that moment onwards, only the maintenance cost of aforementioned mechanisms.

This new service is provided in accordance with the provisions of the Delegated Regulation (EU) 2018/1229 of the European Commission, May 25<sup>th</sup>, 2018, which completes the Regulation (EU) No. 909/2014 regarding the regulatory technical standards relating to settlement discipline.

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

**Only Rule. Approval of the rates applicable to the participating entities for the settlement discipline provided for in the Appendix A to Circular 3/2017**

The following section is added to Rule 11 “Other services” of Appendix A to Circular 3/2017:

- 14.** The following fees will be charged for the mechanisms established as a consequence of the settlement discipline:

Item	Fee
On a monthly basis, for the management of the settlement discipline mechanisms	0,02 € for each settled instruction entered in the system
For an insufficient cash balance in the participant entity's DCA used in the process of charge and payment of penalties	500 €

The fee related to the management of the settlement discipline mechanisms will not be applied to instruction types that are not subject to penalties for non-compliance, that is, *realignment* technical instructions, and those settlement instructions that do not imply transfer orders.

## ADDITIONAL PROVISION

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

- Appendix A. ARCO SYSTEM: Fees for participants.
- Appendix B. ARCO SYSTEM: Fees for issuer entities.

## FINAL PROVISION

This Circular will enter into force on March 1<sup>st</sup>, 2022.

Madrid, January 25<sup>th</sup>, 2022

Francisco Béjar

Deputy General Manager