

ARCO SETTLEMENT SYSTEM. AMENDMENT OF FEES.

Please note that only the Spanish version of this Circular 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 Circular No. 3/2017 in order to approve the fees that will be applicable to Iberclear participant entities on the occasion of the establishment of the direct link with the Swiss Central Securities Depository (hereinafter, CSD) SIX SIS Ltd (hereinafter, SIX SIS), through which they will be able to access the securities issued by this CSD. In particular:

- a) Includes a new fee for the maintenance of the foreign securities register included through the link that Iberclear maintains with the Swiss CSD SIX SIS.
- b) Modifies the wording of the cross-border settlement fee to include settlement instructions that, through the link with the Swiss CSD SIX SIS, are carried out with participant entities of said CSD.
- c) Modifies the wording of certain fees of custody of foreign securities to incorporate the securities included through the link with the Swiss CSD SIX SIS.
- d) Include new fees for custody of foreign securities, different from those that Iberclear maintains with the rest of the CSDs, for the following concepts with the Swiss CSD SIX SIS: sending instructions for corporate actions after the period established, standard tax reclaim and late tax reclaim.

On the other hand, Regulation 8 "Custody of foreign securities" of Appendix A of Circular 3/2017 is updated in order to eliminate the references to those CSDs that do not provide the *Quick refund* and *Relief at source* services and, in addition, in the *Relief at source* service, it is clarified that Iberclear invoices per account and not per beneficial owner. In addition, the specific references to ISO15022 messaging are eliminated from sections 2 and 3 of the Regulation 10 "Information and notifications" of Appendix A of Circular 3/2017, since instructions can also be exchanged in accordance with the ISO20022 standard.

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

Only Rule - Amendment of applicable fees for participant entities under Appendix A to Circular 3/2017

1. The following section in Regulation 4 of Appendix A of Circular 3/2017 is included:

- 6. In the case of link with the CSD of SIX SIS, a fee up to 0.7 basis points will be applied to both equity securities and fixed-income securities.**

CSD	Equity	Fixed Income
Switzerland: SIX SIS	0,70 pb	0,70 pb

2. The section 1 of the Regulation 6 of the Appendix A of Circular 3/2017 is worded as follows.

1. For settlement instructions of foreign securities through the links established by Iberclear with participants of the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB), Portugal (Interbolsa) and Switzerland (SIX SIS), a fee of 3€ per instruction settled. This fee will be the same for any type of settlement, whether that is versus payment, free of payment, payment transactions without delivery or deliveries with payment. The fee will be applied to each settlement instruction, regardless of who notifies it (participant, CCP, other infrastructure) or if has been autogenerated by the system.

Item	Fee
Cross-border settlement	3€

3. The sections 2, 3, 4, 5, 6, 11, 12, 13, 14 and 15 of the Regulation 8 of the Appendix A Circular 3/2017 is worded as follows:

2. For the notification of a corporate action involving foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB), Portugal (Interbolsa) and Switzerland (SIX SIS), a fee of 10€ will be charged for each account with a position in the security subject to the corporate action.

Item	Fee
Notification of corporate actions CBS	10€

3. For the settlement of any corporate action involving foreign securities included through the link that IBERCLEAR maintains with the CDSs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB), Portugal (Interbolsa) and Switzerland (SIX SIS), a fee of 3€ will be applied for each account involved.

Item	Fee
Cross-border settlement CBS	3€

Corporate actions will be charged only once in each account, regardless of whether the execution involves a single movement of securities and/or cash, or various, either simultaneous or consecutive. The fee will be applied to the securities account in which the position which caused the movement was registered.

4. For the Instructions of any corporate actions involving foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB), Portugal (Interbolsa) and Switzerland (SIX SIS), a fee of 7.5€ will be applied for each instruction sent to IBERCLEAR by the participants in voluntary or mandatory corporate actions with options by account.

Item	Fee
Corporate actions instructions	7,5€

5. Participants' instructions which are received after the period established by IBERCLEAR for the receipt of instructions relating to corporate actions involving foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB) and Portugal (Interbolsa), will automatically generate a fee of 75€ per instruction and per corporate action. **In the case of the Swiss CSD (SIX SIS), this fee will be 300 € per instruction and per corporate action.**

Item	Fee
Late instructions CBS	75€
Late instructions CSD Switzerland (SIX SIS)	300 €

6. For each securities or cash movement generated as a result of adjustments made to foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB), Portugal (Interbolsa) and Switzerland (SIX SIS), carried out by IBERCLEAR, will be charged a fee of 10€.

Item	Fee
Market claims CBS	10€

11. For the administration of the reclamation of standard taxes on foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB) and Portugal (Interbolsa), a fee of €100 will be charged per final beneficiary. [In the case of the Swiss CSD \(SIX SIS\), this fee will be 350 € per final beneficiary.](#)

Item	Fee
Reclamation of standard taxes CBS	100€
Reclamation of standard taxes Swiss CSD (SIX SIS)	350€

12. For the late reclamation of standard taxes on foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB) and Portugal (Interbolsa), a fee of 200€ will be applied per final beneficiary, assuming the reclamation takes place after the period specified by IBERCLEAR has ended. [In the case of the Swiss CSD \(SIX SIS\), this fee will be 450 € per final beneficiary.](#)

Item	Fee
Late reclamation of taxes CBS	200€
Late reclamation of taxes Swiss CSD (SIX SIS)	450€

13. For the Tax Voucher generation service involving foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), the Netherlands (Euroclear Nederland), Germany (Clearstream Banking Frankfurt), Austria (OeKB), Portugal (Interbolsa) [and Switzerland \(SIX SIS\)](#), IBERCLEAR will charge a fee of 80€ per final beneficiary.

Item	Fee
Tax Voucher CBS	80€

14. For the Quick Refund generation service involving foreign securities included through the link that IBERCLEAR maintains with the CSDs [of Italy \(Monte Titoli\)](#), [France \(Euroclear France\)](#), [the Netherlands \(Euroclear Nederland\)](#), [Germany \(Clearstream Banking Frankfurt\)](#), [Austria \(OeKB\)](#) and Portugal (Interbolsa), IBERCLEAR will charge a fee of 55€ per final beneficiary.

Item	Fee
Quick Refund CBS	55€

15. For the Relief at Source service involving foreign securities included through the link that IBERCLEAR maintains with the CSDs of Italy (Monte Titoli), France (Euroclear France), [the Netherlands \(Euroclear Nederland\)](#), [Germany \(Clearstream Banking Frankfurt\)](#), [Austria \(OeKB\)](#) and Portugal (Interbolsa), IBERCLEAR will charge a fee of 40€ per [account final beneficiary](#).

Concepto	Tarifa
Relief at Source CBS	40 €

4. The sections 2 and 3 of the Regulation 10 of the Appendix A of Circular 3/2017 is worded as follows:

2. A fee of 0.10€ per instruction will be charged for handling of any settlement ([MT540, MT541, MT542, MT543, MT530 and MT524](#)) or custody ([MT564 and MT565](#)) transmission message, or any other sent by participants to IBERCLEAR.

Item	Fee
Transmission	0.10€

3. A fee of 0.15€ will be applied to the sending of custody messages ([MT564, MT566, MT567, MT568 and MT598](#)) by IBERCLEAR.

Item	Fee
Custody messages	0.15€

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 June 27th, 2022.

Madrid, May 24th, 2022

Francisco Béjar
Deputy General Manager