

Alternative Investment Products Billing FAQ

Q: WHAT IS THE BASIS FOR AIP BILLING?

A: AIP billing is based on three factors:

1. The AIP 'Security Type' specified on the security General Profile (061) by the Fund:

High Volume Security Types

08 = REIT	17 = Futures Public
09 = Managed Future Fund	18 = Futures Private
11 = Business Development Corporation (BDC)	19 = Notes Public
12 = Registered Hedge Fund	20 = Notes Private
13 = Oil & Gas Public	21 = Real Estate Public
14 = Oil & gas Private	22 = Real estate Private
15 = Equipment Leasing Public	23 = Closed End Management Investment Company
16 = Equipment Leasing Private Investment Company	

Low Volume Security Types

01 = Hedge Funds	05 = Private Debt Fund
02 = Fund of Funds	06 = Managed Currency Fund
03 = Private Equity Fund	07 = Commodity Pool Fund
04 = Managed Debt Fund	10 = Other

2. The Type of Transaction:

Trade Record Types

001 = Firm Order	030 = Payment
002 = Fund Order	032 = Prepaid Firm Order
011 = Firm Order with Registration	043 = Prepaid Firm Order with Registration
012 = Fund Order with Registration	

Account Transfer Record Type

201 = Account Transfer

Document Transfer Record Type

799 = Document Transfer Manifest

Records Record Types

All other records not listed above

3. Transaction Pricing and Tiers

Please refer to the NSCC Fee Schedule listed below for the latest information on transaction pricing and tiers.

Q: WHERE CAN I LOCATE A COPY OF THE NSCC FEE SCHEDULE?

A: You can find a copy of the NSCC Fee Schedule via (<http://dtcc.com/~media/Files/Downloads/legal/fee-guides/nscceguide.ashx>) or by following the navigation instructions below:

- Go to www.dtcc.com and hover over the 'Resources' link at the top of the page and click on the 'Legal & regulatory' section
- Scroll down to 'By-Laws, Rules and Procedures' and click on the 'Guides to Fee Schedules' and select 'Guide to the NSCC Fee Schedule'

Once the document is open, the AIP fee structure can be found on page 14.

Q: WHEN ARE AIP INVOICES DISTRIBUTED?

A: AIP invoices are generally distributed on the 8th business day of each month.

Q: WHO RECEIVES THE AIP INVOICE?

A: Unless otherwise indicated, AIP invoices are sent to the Billing Contact listed on the Activation Letter completed during the Membership process. If you wish to change invoice recipients, please contact Glenn Matthews at gmatthews@dtcc.com

Q: HOW ARE INVOICES SENT TO PARTICIPANTS?

A: Invoices are distributed via email.

Q: WHEN IS INVOICE PAYMENT DUE?

A: For settling Participants, monies are collected through their enlisted Settling Bank. NSCC will collect monies via the Settling Bank on the 5th settlement day after invoices are distributed.

For EPAY (ACH) Participants, monies are collected from the designated EPAY account on the 12th business day of the month. If there is an issue with collecting payment on the 12th business day of the month, a second attempt to collect payment will be made on the 16th business day of the month.

Q: HOW WILL I KNOW IF THE CORRECT INVOICE AMOUNT IS SENT FOR SETTLEMENT?

A: Starting 3 business days prior to monies being collected, Participants can view their Settling Trade Detail record (record type 070). In the "Original Record Type" field, you will see a value of 888 indicating an AIP billing item. The dollar value indicated in the "Money Amount" field will match the "Amount of this Invoice" total on your invoice.

Q: HOW ARE AIP ORDERS BILLED?

A: AIP bills for Orders that have completed their Life Cycle (ex: Firm submits an Order, Fund sends an Acknowledgement and Confirmation prior to SD-1 and Trade settles). AIP does not bill for Orders that are Rejected, Exited or Closed due to lack of an Acknowledgement and/or Confirmation prior to SD-1 (Settlement Date minus One).

Q: HOW ARE AIP ELECTRONIC DOCUMENTS BILLED?

A: Electronic Documents transmitted through AIP are considered part of the related transaction processes (e.g., Order or Account Transfer) so participants are not billed for transmitting Electronic Documents.

Q: HOW ARE AIP ACCOUNT TRANSFERS BILLED?

A: AIP bills for Account Transfers that have completed their Life Cycle (ex: Firms submit an Account Transfer, Fund sends an Acknowledgement or an Acknowledgement and Confirmation prior to the Transfer Completion Date and transaction closes). AIP does not bill for account Transfers that are Rejected, Exited or closed due to lack of an Acknowledgement and/or Confirmation prior to Transfer Completion Date.

Q: HOW ARE AIP CAPITAL ORDERS BILLED?

A: AIP bills for Capital Call Orders that have completed their Life Cycle (ex: Firm submits Capital Call Order, Fund sends an Acknowledgement and Confirmation prior to SD-1 and Trade settles). AIP does not bill for Capital Call Orders that are Rejected, Exited or closed due to lack of an Acknowledgement and/or Confirmation prior to SD-1 (Settlement Date minus One).

Q: HOW ARE DOCUMENT TRANSFERS BILLED?

A: AIP bills for Document Transfers that are successfully transmitted to its intended recipient. AIP does not bill for Document Transfers that are Resubmitted or Rejected.