

Fixed Income Clearing Corporation

Schedule of Charges

Mortgage Backed Securities Division (MBSD)



January 2012

1) Introduction

It is FICC's policy to retain only those revenues necessary to fund current costs, enhancements and ongoing development work for the benefit of its members, and to retain sufficient earnings as directed by FICC's Board of Directors.

As a result, the FICC Board may decide to apply periodic discounts or surcharges to certain MBSD fees consistent with the financial performance of the MBSD.

2) Account Maintenance

- a) Account Fee-Dealer\$350 mo./each
- b) Account Fee-Broker Only \$50 mo./each
- c) Investment Manager Accounts¹
 - i) 1 account\$350 mo./each
 - ii) 2 or 3 accounts\$185 mo./each
 - iii) 4 through 7 accounts\$150 mo./each
 - iv) 8 through 10 accounts\$130 mo./each
 - v) Greater than 10 accounts\$120 mo./each
- d) Option account\$50 mo./each
- e) Trade Assignment account\$50 mo./each

3) Aggregate Maintenance

- a) Single AggregateNo Charge
- b) Each Additional Aggregate\$35 mo./each

¹The Account Maintenance fee for a Participant using a common investment manager to process trades with the MBSD is based on the total number of accounts the Participant maintains with an investment manager.

4) Trade Processing

a) Settlement Balance Order (SBO) Destined Trades-
Non-Brokers

i) Par Value of volume in \$millions	Monthly Charge per \$million
(1) \$01–2,500	\$1.68/MM
(2) \$2,501–5,000	\$1.54/MM
(3) \$5,001–7,500	\$1.39/MM
(4) \$7,501–10,000	\$1.30/MM
(5) \$10,001–12,500	\$1.15/MM
(6) \$12,501 and over	\$0.99/MM
ii) Unmatched Trade Deletes	\$1.00/side
iii) Trade Cancels	\$4.00/side
iv) Trade Netting Converts	\$1.00/side
v) DK and Modify	No Charge

b) **Broker fees'** Charges per Side

i) Give-up Trade Matches	\$.20/side
ii) Unmatched Trade Deletes	\$1.00/side
iii) Trade Cancels	\$1.00/side
iv) Change Terms	\$1.00/side
v) DK and Modify	No charge

5) Trade-for-Trade (Including Specified Pool Trades)

a) Trade Creates	\$0.50
b) Unmatched Trade Deletes	\$1.00/side
c) Trade Cancels	\$4.00/side
d) DK and Modify	No Charge

6) Option Trades

a) Trade Matches	\$2.25
b) Unmatched Trade Deletes	\$1.00/side
c) Trade Cancels	\$4.00/side
d) DK and Modify	No charge

7) Late Trade Submission Fee

a) Trade Input non-compliance	\$500/mo./account
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8) Notification of Settlement (NOS)

a) SBO Trades	
i) NOS Creates	No charge
ii) NOS Deletes	\$1.00/side
iii) NOS DK and Modify	No charge
b) Trade-for-Trade	
iv) NOS Creates	No charge
v) NOS Deletes	\$1.00/side
vi) NOS DK and Modify	No charge

9) Processing Fees

a) Delinquent DKs	\$25/day
b) Delinquent Deletes, Affirms	\$25/day

For the complete MBSD fee schedule including fines, please see the Mortgage-Backed Securities Division clearing rules on our website at http://www.dtcc.com/legal/rules_proc/.

²The entire cost of supporting the legacy network connections will be allocated among remaining users pro rata.

³Trades which are matched and canceled within the same processing pass are exempt from Trade Processing fees.

Electronic Pool Notification (EPN) Schedule Of Charges

1) Account Maintenance Fees

a) Account Fee \$250.00 mo./per account

2) Communication Fees

a) Failure to migrate from legacy networks to SMART and/or SFTI See footnote 2, page 2.

3) Message Processing Fees

Activity	Time	Fee
Original Notification Send	Opening of Business to 1:00 p.m.	\$0.15/million Current Face
	1:00 p.m. to 2:00 p.m.	\$0.75/million Current Face
	2:00 p.m. to 3:00 p.m.	\$1.50/million Current Face
	3:00 p.m. to Close of Business	\$1.25/million Current Face
Original Notification Receive	Opening of Business to 1:00 p.m.	\$0.40/million Current Face
	1:00 p.m. to 2:00 p.m.	\$0.20/million Current Face
	2:00 p.m. to 3:00 p.m.	\$0.20/million Current Face
	3:00 p.m. to Close of Business	No Charge
DK Send or Receive	Anytime	No Charge
Cancel Send or Receive	Anytime	No Charge
Retransmission Request	Anytime	No Charge
Pool Substitution Cancel/Correct		
Cancel/Correct Send	Opening of Business to 11:00 a.m.	\$0.15/million Current Face
	11:00 a.m. up to 12:00 p.m.	\$0.75/million Current Face
	12:00 p.m. up to 12:15 p.m.	\$1.50/million Current Face
	12:15 p.m. to End of Day	\$0.15/million Current Face
Cancel/Correct Receive		No Charge
Cancel/Correct DK Send or Receive		No Charge
Cancel/Correct Retransmission Request		No Charge