AIP Billing FAQ

Q: What is the basis for AIP billing?
A: AIP billing is based on four factors:

1. The AIP ‘Security Type’ specified on the Security General Profile (061) by the Fund:
   - **High Volume Security Types**
     - 08 = REIT
     - 09 = Managed Future Fund
     - 11 = Business Development Corporation (BDC)
     - 12 = Registered Hedge Fund
     - 13 = Oil & Gas Public
     - 14 = Oil & Gas Private
     - 15 = Equipment Leasing Public
     - 16 = Equipment Leasing Private Investment Company
   - **Low Volume Security Types**
     - 01 = Hedge Fund
     - 02 = Fund of Funds
     - 03 = Private Equity Fund
     - 04 = Managed Debt Fund
     - 05 = Private Debt Fund
     - 06 = Managed Currency Fund
     - 07 = Commodity Pool Fund
     - 10 = Other
   - 17 = Futures Public
   - 18 = Futures Private
   - 19 = Notes Public
   - 20 = Notes Private
   - 21 = Real Estate Public
   - 22 = Real Estate Private
   - 23 = Closed End Management

2. The type of transaction:
   - **Trade Record Types**
     - 001 = Firm Order
     - 002 = Fund Order
     - 011 = Firm Order with Registration
     - 012 = Firm Order with Registration
     - 030 = Payment
     - 032 = Prepaid Firm Order
     - 043 = Prepaid Firm Order with Registration
   - **Account Transfer Record Type**
     - 201 = Account Transfer
   - All other records not listed above
3. **Maximum Broker/Dealer Limit**
Companies that are AIP Broker/Dealers have a maximum annual cap of $250,000 per calendar year for selected transactions. Cap eligible transactions are all High Volume Security Types except Security Types 12 = Registered Hedge Fund and 16 = Equipment Leasing Private Investment Company. Account Transfers and Low Volume Security Types are not included in the limit.

4. **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 this link ([http://dtcc.com/~/media/Files/Downloads/legal/fee-guides/nsccfeeguide.ashx](http://dtcc.com/~/media/Files/Downloads/legal/fee-guides/nsccfeeguide.ashx)) or by following the navigation instructions below:

- Go to [www.dtcc.com](http://www.dtcc.com) and hover over the ‘Resources’ link at the very top of the page and click on to 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 11.

**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](mailto: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 fifth 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 documents.