

JPMorgan Chase Bank

Securities Clearing Fees Disclosure

The purpose of this document is to disclose the fees arising from the provision of clearing services by JPMorgan Chase Bank (“JPMCB”) for securities trades cleared for clients at a central counterparty (or “clearing house”) under EMIR¹. It may be updated from time to time, with the most recent version being made available on our website. You should ensure that you consider the most recent version of the disclosure on the website, which will supersede and override any previous version.

The terms and conditions of fees chargeable will be agreed with each client and the terms of payment and collection of such fees are set out in the client agreement between the client and JPMCB.

The structure of this disclosure

This disclosure is set out in two sections. The first section sets out background and provides information about how the choice between an individual and an omnibus account and other considerations impact the pricing of the services. The section also sets out charging information where fees are levied on an account, as opposed to where they apply to particular transactions.

The second section sets out general pricing information for all clearing houses in connection to which JPMCB provides clearing services as a general clearing member.

What is the status of this document?

This document is provided for your information purposes only. It is not a legally binding document and does not constitute part of any agreement between you and JPMCB. As such, it does not amend or vary any provision of any agreement with JPMCB or otherwise affect the interpretation of any such agreement, including any fee schedule that you have previously agreed or may agree with JPMCB in the future.

Section 1: Background and pricing structure information

1.1 JPMCB clearing fees

The fees set out in this document are indicative and are based on standard undiscounted fees. JPMCB is currently a member of one central counterparty, and its client base of institutional customers is varied and requires clearing services to be delivered in a number of ways.

¹ Regulation (EU) No 648/2012 on OTC derivatives, central counterparties and trade repositories.

Securities clearing fees are charged on a transaction by transaction basis (also referred to as “gross execution”). The standard undiscounted fees set out in this schedule are calculated on this basis.

1.2 Third party fees and JPMCB fees

In addition to JPMCB’s fees, JPMCB may require clients to pay third party fees incurred in relation to a client’s cleared transactions. Such third party fees will generally include clearing house fees, regulatory levies, taxes or other charges or costs that may be imposed on or collectible from the clearing broker on behalf of the clearing house, third party brokers, third party vendors, regulators or tax authorities. Clearing house fees are available on the websites of the relevant clearing houses.

1.3 Fees applicable to individually segregated accounts

Where JPMCB provides a standard client with an individually segregated account, JPMCB will apply the following charges:

- One time charge of \$10,000 to open a new individual account or convert an existing account to the individual account structure
- An annual account maintenance fee of \$5,000

Any account setup or maintenance charges applied by the clearing house will be passed through and charged to the client.

These charges are specific to individually segregated accounts. There are no equivalent charges to omnibus segregated accounts.

1.4 Clearing Charges: Discounts from Standardised Fees

In determining whether to apply discounts to the standard undiscounted fees, the application of the criteria listed below may be relevant, among others:

- delivery of the services by way of standard clearing technology and operational support
- the operational effort is relatively low to support the client on the market where the client is active
- the client requires a straightforward account structure to record business
- high volume is transacted by the client
- the client’s business is concentrated into fewer markets
- the client operates to standard processes and timelines
- support can be provided from a single team or location and/or with minimal client interaction
- booking instructions are standardised or are handled by automated means
- the client is transacting on exchange and clearing houses that provide an efficient service to clearing members

- any other operational risk considerations
- the internal view of the return required from the business in the context of the internal assessment of the client’s credit risk that will arise from the client’s activity
- client legal risk

1.5 Clearing Charges associated with enhancements to the delivery of services

In determining whether to apply a premium to the standard fees, the application of the criteria listed below may be relevant, among others:

- bespoke or enhanced clearing technological or operational support
- complex account structure
- extensive or high level of oversight required to support the client
- additional services arising from non-standard processes
- activity on markets where there are unique requirements
- activity on markets where the client or JPMCB does not have economies of scale
- low volume or activity on multiple markets
- market risk on instrument types that are being cleared

Section 2: Clearing House Specific JPMCB Clearing Fees

2.1 Securities Clearing Gross Execution Fees

For securities, JPMCB clearing fees for a standard undiscounted client applied in addition to settlement, safekeeping, clearing house and other fees, will be:

All Clearing Houses	Clearing Fees
Instrument	(\$) Per Gross Execution
All	1.50