

## **APPLICABILITY OF PROCESSING/ADMINISTRATION FEES TO THE PARTICIPANTS**

The following mechanism is applicable in determining the applicable amounts of additional processing/administration fees applicable as highlighted in the Clearing House rules.

### **Introduction**

The CDS will charge additional processing/administration fees from the participants on certain instances as explained below. These fees will be collected from the participants on monthly basis.

1. Excluded Crossings (High Value Transactions)
2. Collateral Management

### **Excluded Crossings (EC) (High Value Transactions)**

High Value Transaction is where any trade executed as a Crossing Trade (block trade) which exceeds Rs.100 million, the participants are given the opportunity to settle the trade on gross basis outside the normal settlement schedule. If the participants are opted for this facility, upon the execution of the trade, the Stockbrokers for the trade representing both the Buyer and the Seller will be required to send a request to the CDS before for the settlement date and the CDS will mark the trade as an EC. Once a trade is marked EC, no margin requirement shall be applicable.

CDS charges following additional administration fee from the Buyer's stock broker for facilitating the EC.

Administration Fee for the CDS – **0.015%** from the transaction value (In addition to other transaction fees applicable in terms the Rules of the CSE)

### **Collateral Management Fee**

All participants shall bring in additional collateral to the CDS in respect of the transactions they carry out on a trading day to cover their daily margin requirement. Such collateral can be in the form of Cash or Bank Guarantees. Any cash collateral provided by the participants will be invested by the CDS and any excess collateral shall be returned to them upon a request, with the interest applicable for such investment.

The CDS charges following administration fee for the Collateral Management function carried out by CDS.

An administration fee of **5%** from the interest earned on the investment subject to a cap of **Rs.5000**.

As explained above following is a summary administration/processing fees by the CDS.

No.	Fee Type	Fee (Amount in Rs. Or as a percentage)
1	Excluded Crossings Administration Fee	0.015% from transaction value (for Buy side)
2	Collateral Management Fee	5% from the Interest paid subject to a cap of Rs.5000