



## **Dowgate MTF Fee Schedule**

### **Dowgate Gilts & Dowgate Sterling Swaps**

Version 2019.03.11

## Dowgate Discount Structure

Participants using the Dowgate Gilts and Dowgate Sterling Swaps screens are eligible for a discount to the execution fees.

Where a Participant accrues execution fees greater than £50,000 in a calendar month a discount, encompassing UK Gilts, Index Linked Bonds, RPI and IRS traded on Dowgate Gilts and Dowgate Sterling Swaps, will apply whereby the Standard Executions Fees will be reduced to match the Periodic Volume Match Fee.

## Dowgate Gilts

Maturity Band	Standard Execution Fees	Periodic Volume Match Fees	Passive Fees
<b>0-2 year</b>	£5.00	£2.50	£2.50
<b>2-10 year</b>	£20.00	£10.00	£10.00
<b>Deliverable basket switches</b>	£20.00	£10.00	£10.00
<b>10 year – Ultra Long</b>	£40.00	£20.00	£20.00
<b>10 year+ (next door bonds)</b>	£30.00	£15.00	£15.00
<b>Deliverable Basis</b>	£10.00	£5.00	£0.00
<b>Index Linked &lt; 1 year</b>	£5.00	£2.50	£2.50
<b>Index Linked 1-5 year</b>	£30.00	£15.00	£15.00
<b>Index Linked &gt; 5 year</b>	£40.00	£20.00	£20.00

The execution fees set out above are subject to the following criteria:

1. The fees displayed are the fees per million nominal traded;
2. The execution fees displayed are charged to the Aggressor on outright trades;
3. A fee is payable by both parties on a switch. In line with standard market practice, each party will be charged in relation to the buy side of the switch. The Aggressor will pay the Execution Fee, while the Participant who put up the passive price will be charged the Passive Fee.

## Dowgate Sterling Swaps

Type	Standard Execution Fees	Periodic Volume / All Day Match Fees	Passive Fees
<b>RPI v Break Even - IOTA</b> <i>(charged only on RPI leg)</i>	0.075bp	0.05bp	0.00bp
<b>RPI</b>	0.075bp	0.05bp	0.00bp
<b>IRS</b>	0.025bp	0.025bp	-

The execution fees set out are subject to the following criteria:

1. The fees displayed are the fees per million nominal traded;
2. Gap Charge is applied to RPI and IRS spread trades;
3. The execution fees displayed are charged to both parties in relation to all trades undertaken on Dowgate Sterling Swaps, except as set out in 4 below;
4. For IOTA and RPI trades, the Agressor will pay the Standard Execution Fee, while the Participant who put up the passive price will be charged zero (the Passive Fee).

## General Information & Definitions

### Execution Fees

Transactions undertaken on the Dowgate MTF are subject to execution fees. The fees for each product are set out in the tables contained in this fee schedule. These fees are based on a combination of:

- a) the type of trade, i.e. whether an outright trade or a switch;
- b) the maturity band of the instrument selected;
- c) the product type selected; and
- d) the delivery method chosen.

For example, a trade in a UK Gilt may attract a different charge under the Dowgate Gilts fees as opposed to Dowgate Credit, Covered bonds, Sovereigns, Supras & Agencies even if they are in the same maturity band.

### Payment of Fees

The Dowgate MTF fees are paid by Participants in the following manner:

Settlement protocol	Method of payment
<b>Undisclosed protocol</b>	Trades under the undisclosed protocol are settled matched principal against an affiliate company of the Dowgate MTF. Fees for trades settled under the undisclosed protocol will be included in the price that the Participant settles on.
<b>Disclosed protocol</b>	Trades under the disclosed protocol are settled by way of a name give up transaction. Fees for trades settled under the disclosed protocol will be calculated on a monthly basis and an invoice sent to the Participant for payment.

### Definitions

Defined Term	Definition
<b>Aggressor</b>	The Participant who actions (“hits” or “takes”) a price input by another user.
<b>Gap Charge</b>	Gap Charge means that the charge is only applicable to the maturity difference on the Swap spread. For example, if switching between 15 year and 20 year, the gap charge would be applicable to the 5 year difference.
<b>Passive Fee</b>	The fee chargeable to a Participant who posts a lit price on the Dowgate Gilts or Dowgate Sterling Swaps screens which is actioned by an Aggressor.

## Updates

Rate Card	Effective Date	Changes
<b>Dowgate Gilts &amp; Dowgate Sterling Swaps</b>	01/11/2018	Introduction of Discount Structure
<b>Dowgate Gilts &amp; Dowgate Sterling Swaps</b>	01/11/2018	Introduction of Passive Fees.
<b>Dowgate Gilts</b>	01/11/2018	Change of 0-1 year maturity band into a 0-2 year maturity band with a Standard Execution Fee of £5 per million. Periodic Volume Match Fees remain 50% of the Standard Execution Fee.
	01/11/2018	Amalgamation of 1 -2 year, 2-5 year and 5-10 year maturity bands in to a single maturity band of 2-10 years with a Standard Execution Fee of £20 per million. Periodic Volume Match Fees remain 50% of the Standard Execution Fee.
	01/11/2018	Addition of new category of 10 year+ next door switches.
	01/11/2018	Split of Index Linked into 3 maturity bands (less than 1 year, 1-5 years and greater than 5 years), with Standard Execution Fees of £5, £30 and £40 respectively (previously all £40). Periodic Volume Match Fees remain 50% of the Standard Execution Fee.
<b>Dowgate Sterling Swaps</b>	01/11/2018	IRS reduced from 0.04bp to 0.025bp.
<b>Dowgate Sterling Swaps</b>	14/11/2018	Introduction of Passive Fees for RPI trades
<b>Dowgate Sterling Swaps</b>	11/03/2019	Reduction of standard execution fee from 0.1bp to 0.075bps for RPI and PRI v Breakeven (IOTA) trades and extension of discount structure to cover swap trades.