

**PERIODIC FEES (2014/2015) AND OTHER FEES INSTRUMENT 2014****Powers exercised**

- A. The Financial Conduct Authority makes this instrument in the exercise of:
- (1) the following powers and related provisions in the Financial Services and Markets Act 2000 (“the Act”):
    - (a) section 137A (The FCA’s general rules);
    - (b) section 137T (General supplementary powers);
    - (c) section 139A (Power of the FCA to give guidance);
    - (d) section 234 (Industry funding);
    - (e) paragraph 23 (Fees) of Part 3 (Penalties and Fees) of Schedule 1ZA (The Financial Conduct Authority) of the Act; and
    - (f) paragraph 12 of Part 2 (Funding) of Schedule 1A (Further provision about the Consumer Financial Education Body);
  - (2) the following provisions of the Payment Services Regulations 2009 (SI 2009/209):
    - (a) regulation 82 (Reporting requirements);
    - (b) regulation 92 (Costs of supervision); and
    - (c) regulation 93 (Guidance);
  - (3) the following provisions of the Electronic Money Regulations 2011 (SI 2011/99):
    - (a) regulation 49 (Reporting requirements);
    - (b) regulation 59 (Costs of supervision); and
    - (c) regulation 60 (Guidance); and
  - (4) the following powers and related provisions in the Regulated Covered Bond Regulations 2008 (SI 2008/346):
    - (a) regulations 18, 20, 24 and 25 (notification requirements);
    - (b) regulation 42 (Guidance); and
    - (c) regulation 46 and paragraph 5 of Schedule 1 (fees).
- B. The rule-making powers listed above are specified for the purpose of section 138G (Rule-making instruments) of the Act.

**Commencement**

- C. This instrument comes into force on 4 July 2014.

**Amendments to the FCA Handbook**

D. The Fees manual (FEES) is amended in accordance with the Annex to this instrument.

**Citation**

E. This instrument may be cited as the Periodic Fees (2014/2015) and Other Fees Instrument 2014.

By order of the Board of the Financial Conduct Authority  
26 June 2014

## Annex

### Amendments to the Fees manual (FEES)

In this Annex, underlining indicates new text and striking through indicates deleted text.

#### 4.4 Information on which Fees are calculated

- 4.4.1 R A firm (other than the *Society* and an *MTF* operator in relation to its *MTF* business) must notify to the *FCA* (in its own capacity and, if applicable, in its capacity as collection agent for the *PRA*) the value (as at the valuation date specified in Part 5 of *FEES 4 Annex 1AR* in relation to fees payable to the *FCA* or Part 5 of *FEES 4 Annex 1BR* in relation to fees payable to the *PRA*) of each element of business on which the periodic fee payable by the *firm* is to be calculated.

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#### 4 Annex FCA Activity groups, tariff bases and valuation dates 1AR

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Part 3	
This table indicates the tariff base for each fee-block set out in Part 1.	
The tariff base in this Part is the means by which the <i>FCA</i> measures the amount of business conducted by a <i>firm</i> for the purposes of calculating annual periodic fees payable to the <i>FCA</i> by that <i>firm</i> .	
Activity group	Tariff base
...	
B. Service companies	<del>Not applicable.</del> <b><u>ANNUAL INCOME</u></b> Annual income as defined in <i>FEES 4 Annex 11AR</i>
B. MTF Operators	<del>Not applicable.</del> <b><u>SUPERVISORY CATEGORY</u></b> <u>The general supervisory category to which the firm was assigned as at the start of the relevant fee year.</u>
...	

...

Part 5

This table indicates the valuation date for each fee-block. A *firm* can calculate its tariff data in respect of fees payable to the *FCA* by applying the tariff bases set out in Part 3 with reference to the valuation dates shown in this table.

Activity group	Valuation date
...	
B. Service companies	<del>Not applicable.</del> <u>Annual income for the financial year ended in the calendar year ending 31 December.</u>
B. <i>MTF</i> operators	<del>Not applicable</del> <u>The start of the relevant <i>fee year</i>.</u>
...	

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**4 Annex 2AR FCA Fee rates and EEA/Treaty firm modifications for the period from 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

Part 1  
This table shows the tariff rates applicable to each of the fee blocks set out in Part 1 of *FEES* 4 Annex 1AR.

...	
(3)	For a <i>firm</i> which has not complied with <i>FEES</i> 4.2.2G (Information on which fees are calculated) for this period:
	...
(c)	<del>The</del> <u>the</u> minimum total fee (including the administrative fee in (b)) is £430, unless the firm is a <i>PRA-authorized person</i> in which case the total minimum total fee (including the administrative fee in (b)) is £215.

Activity group	Fee payable	
A.1	Band width (£million of Modified Eligible Liabilities (MELs))	Fee (£/£m or part m of MELs)

		General Periodic fee
	>10 - 140	<del>14.13</del> <u>14.56</u>
	>140 - 630	<del>14.13</del> <u>14.56</u>
	>630 - 1,580	<del>14.13</del> <u>14.56</u>
	>1,580 - 13,400	<del>17.66</del> <u>18.20</u>
	>13,400	<del>23.31</del> <u>24.02</u>
	...	
A.2	Band width (No. of mortgages and/or home finance transactions)	Fee (£/mortgage)
	>50	<del>2.07</del> <u>2.18</u>
A.3	Gross premium income (GPI)	Periodic fee
	Band Width (£million of GPI)	Fee (£/m or part m of GPI)
	>0.5	<del>322.00</del> <u>314.73</u>
	PLUS	
	Gross technical liabilities (GTL)	General Periodic fee
	Band Width (£million of GTL)	Fee (£/£m or part £m of GTL)
	>1	<del>16.97</del> <u>17.04</u>
	...	
A.4	Adjusted annual gross premium income (AGPI)	General Periodic fee
	Band Width (£million of AGPI)	Fee (£/£m or part £m of AGPI)
	>1	<del>473.00</del> <u>464.98</u>
	PLUS	
	Mathematical reserves (MR)	General Periodic fee
	Band Width (£million of MR)	Fee (£/£m or part £m of MR)

	>1	<del>10.64</del> <u>10.76</u>
A.5	Band Width (£million of Active Capacity (AC))	Fee (£/£m or part £m of AC)
	>50	<del>8.31</del> <u>8.00</u>
A.6	Flat fee (£)	<del>297,642</del> <u>306,774</u>
A.7	For class 1(C), (2) and (3) firms:	
	Band Width (£million of Funds under Management (FuM))	Fee (£/£m or part £m of FuM)
	>10	<del>8.54</del> <u>8.30</u>
	...	
A.9	Band Width (£million of Gross Income (GI))	Fee (£/£m or part £ m of GI)
	>1	<del>1,309.00</del> <u>1,425.00</u>
A.10	Band Width (No. of traders)	Fee (£/person)
	>1	<del>5,018.00</del> <u>4,960.00</u>
	...	
A.13	Band Width (£ thousands of annual income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100	<del>6.89</del> <u>2.81</u>
A.14	Band Width (£ thousands of annual income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100	<del>2.85</del> <u>2.30</u>
A.18	Band Width (£ thousands of Annual Income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100	<del>17.40</del> <u>17.53</u>
A.19	Band Width (£ thousands of Annual Income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100	<del>1.76</del> <u>1.78</u>

A.21	<i>Client money</i>	
	Band Width (£ <i>client money</i> ) (CM) held	Fee (£/£ millions or part £ million of CM)
	<del>more</del> <u>less</u> than £1 <del>billion</del> <u>million</u>	<del>{tbe}</del> <u>110.20</u>
	an amount equal to or greater than £1 million but less than or equal to £1 billion	<del>{tbe}</del> <u>82.65</u>
	<del>less</del> <u>more</u> than £1 <del>million</del> <u>billion</u>	<del>{tbe}</del> <u>55.10</u>
	PLUS	
	<i>Safe custody assets</i>	
	Band Width (£ <i>safe custody assets</i> ) (CA) held	Fee (£/£ millions or part £ million of CA)
	<del>more</del> <u>less</u> than £100 <del>billion</del> <u>10 million</u>	<del>{tbe}</del> <u>0.52</u>
	an amount equal to or greater than £10 million and less than or equal to £100 billion	<del>{tbe}</del> <u>0.39</u>
	<del>less</del> <u>more</u> than £10 <del>million</del> <u>100 billion</u>	<del>{tbe}</del> <u>0.26</u>
B. Market operators		£45,000
B. Service companies	Bloomberg LP	£58,000
	<del>LIFFE Services Ltd</del>	£45,000
	OMGEO Ltd	£45,000
	Reuters Ltd	£58,000
	Swapswire Ltd	£45,000
	Plus Derivative Exchange Ltd	£45,000
	DTCC Derivatives Repository Limited	£45,000
	Avelo Portal Limited	£45,000

	Calestone Ltd	£45,000
	Xtractor Ltd	£45,000
	Pirum Systems Limited	£45,000
	Fidessa	£45,000
<u>B. Service Companies</u>	<u>Band Width</u>	<u>Flat fee (£)</u>
	<u>Annual income up to and including £100,000</u>	<u>1,000</u>
	<u>Annual income over £100,000 up to and including £1,000,000</u>	<u>10,000</u>
	<u>Annual income over £1,000,000</u>	<u>45,000</u>
	<u>A service company that fails to provide income data for the relevant fee year is deemed to fall within the highest band width.</u>	
...		
CC1. Credit-related regulated activities with limited permission	Band Width (£ thousands of annual income (AI))	Fee (£/ <del>£ thousand or part</del> <del>£ thousand of AI</del> )
	<del>{tbc}</del> <u>0 - 10</u>	<del>{tbc}</del> <u>100</u>
	<del>{tbc}</del> <u>&gt;10 - 50</u>	<del>{tbc}</del> <u>250</u>
	<del>{tbc}</del> <u>&gt;50 - 100</u>	<del>{tbc}</del> <u>400</u>
	<del>{tbc}</del> <u>&gt;100</u>	<del>{tbc}</del> <u>500</u>
	<b><u>PLUS:</u></b>	
		<u>Fee (£/<del>£ thousand or part</del> <del>£ thousand of AI</del>)</u>
	<del>{tbc}</del> <u>&gt;250</u>	<del>{tbc}</del> <u>0.40</u>
CC2. Credit-related regulated activities	Band Width (£ thousands of annual income (AI))	Fee (£/ <del>£ thousand or part</del> <del>£ thousand of AI</del> )



	{tbe} 0 - 50	{tbe} 300
	{tbe} >50 - 100	{tbe} 500
	{tbe} >100	{tbe} 1,000
	<b>PLUS:</b>	
		Fee (£/£ thousand or part £ thousand of AI)
	{tbe} >250	{tbe} 0.78

Part 2

This table shows the tariff rates applicable to each of the fee blocks set out in Part 2 of FEES 4 Annex 1AR.

...		
	(2)	The conditions referred to in (1)(a) are that the <i>credit union</i> has a tariff base (Modified Eligible Liabilities) of:
	...	
	(b)	greater than 0.5million but less than <del>20</del> 2.0 million, in which case a minimum fee of £540 is payable.
	...	
AP.0	Periodic fees payable under fee blocks A.2, <del>and</del> A.7 to A.19 <del>and</del> <u>A.21</u> in Part 1 multiplied by rate £ <del>0.078</del> <u>0.118</u>	

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**4 Annex 4R Periodic fees in relation to collective investment schemes, AIFs marketed in the UK and small registered UK AIFMs payable for the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

Part 1 – Periodic fees payable

Scheme type	Basic fee (£)	Total funds/sub-funds	Fund factor	Fee (£)
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		aggregate		
ICVC, AUT, ACS, Section 264 of the <i>Act</i> , (for <i>fee year</i> 2013/2014 only); <i>schemes</i> formerly recognised under section 270 of the <i>Act</i> , as in force immediately before 22 July 2013; <i>schemes</i> other than <i>non-EEA AIFs</i> recognised under section 272 of the <i>Act</i> ,	680 715	1 – 2	1	680 715
		3 – 6	2.5	<del>1700</del> 1,788
		7 – 15	5	<del>3400</del> 3,575
		16 – 50	11	<del>7480</del> 7,865
		> 50	22	<del>14,960</del> 15,730
<i>Non-EEA AIFs</i> recognised under section 272 of the <i>Act</i> , (from <i>fee year</i> 2014/2015); <i>schemes</i> formerly recognised under section 270 of the <i>Act</i> , as in force immediately before 22 July 2013	2,770 2,910	1 – 2	1	2,770 2,910
		3 – 6	2.5	<del>6,925</del> 7,275
		7 – 15	5	<del>13,850</del> 14,550
		16 – 50	11	<del>30,470</del> 32,010
		> 50	22	<del>60,940</del> 64,020

...

Part 2 - Periodic fees for *AIFs* marketed in the *UK*, following a notification to the *FCA* under regulation 57, 58 or 59 of the *AIFMD UK regulation*

Notification under regulation 57 of the <i>AIFMD UK regulation</i>	500
Notification under regulation 58 of the <i>AIFMD UK regulation</i>	350
Notification under regulation 59 of the <i>AIFMD UK regulation</i>	500

Part 3 – Periodic fees paid by *small registered UK AIFMs*

The annual fee for *small registered UK AIFMs* is £750

**4 Annex 5R Periodic fees for designated professional bodies payable in relation to the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

Name of Designated Professional Body	Amount payable
The Law Society of England & Wales	£ <del>81,930</del> <u>85,910</u>
The Law Society of Scotland	£ <del>14,450</del> <u>14,690</u>
The Law Society of Northern Ireland	£ <del>13,510</del> <u>13,690</u>
The Institute of Actuaries	£10,130
The Institute of Chartered Accountants in England and Wales	£ <del>26,180</del> <u>27,490</u>
The Institute of Chartered Accountants of Scotland	£ <del>11,380</del> <u>11,410</u>
The Institute of Chartered Accountants in Ireland	£ <del>10,730</del> <u>10,750</u>
The Association of Chartered Certified Accountants	£ <del>18,030</del> <u>18,480</u>
The Council for Licensed Conveyancers	£ <del>11,470</del> <u>11,550</u>
Royal Institution of Chartered Surveyors	£ <del>14,410</del> <u>14,620</u>

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**4 Annex 6R Periodic fees for recognised investment exchanges, and recognised auction platforms payable in relation to the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

In this Annex

- the term *recognised body* includes a body which was a recognised investment exchange recognised under the Financial Services Act 1986 and which is a *recognised body* as a result of Regulation 9 of the *Recognition Requirements Regulations*.

- the term recognition order includes a recognition order by the *FCA* under section 37 of the Financial Services Act 1986 or a recognition order made by the Treasury

under section 40 of the Financial Services Act 1986 in relation to overseas investment exchanges.

Part 1 – Periodic fees for UK recognised investment exchanges

Name of UK recognised body	Amount payable
ICE Futures Europe Ltd	<del>£690,000</del> <u>890,000</u>
LIFFE Administration and Management	<del>£995,000</del> <u>890,000</u>
London Metal Exchange	<del>£610,000</del> <u>645,000</u>
London Stock Exchange plc	<del>£825,000</del> <u>870,000</u>
ICAP Securities & Exchange Limited (RIE)	<del>£300,000</del> <u>315,000</u>
BATS Trading Limited	<del>£300,000</del> <u>475,000</u>
<u>CME Europe Limited</u>	<u>£300,000</u>
Any other UK <i>recognised investment exchange</i> recognised as such by a <i>recognition order</i> made in the <i>fee year</i>	£300,000

Part 1A – Periodic fees for recognised auction platforms

Name of recognised auction platform	Amount payable
An <i>RAP</i> recognised as such by a <i>recognition order</i> made in the <i>fee year</i>	£50,000

Part 2 – Periodic fees for overseas recognised investment exchanges

The Chicago Mercantile Exchange (CME) (ROIE)	<del>£56,000</del> <u>58,000</u>
Chicago Board of Trade	<del>£56,000</del> <u>58,000</u>
EUREX (Zurich)	<del>£56,000</del> <u>58,000</u>
National Association of Securities and Dealers Automated Quotations	<del>£56,000</del> <u>58,000</u>

(NASDAQ)	
New York Mercantile Exchange Inc.	£ <del>56,000</del> <u>58,000</u>
The Swiss Stock Exchange	£ <del>56,000</del> <u>58,000</u>
Sydney Futures Exchange Limited	£ <del>56,000</del> <u>58,000</u>
ICE Futures US Inc	£ <del>56,000</del> <u>58,000</u>
NYSE Liffe US	£ <del>56,000</del> <u>58,000</u>
Any other <i>overseas investment exchange</i> recognised as such by a <i>recognition order</i> made in the <i>fee year</i>	£ <del>56,000</del> <u>58,000</u>

**4 Annex 7R Periodic fees in relation to the Listing Rules for the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

Fee type	Fee amount
Annual fees for the period 1 April <del>2013</del> <u>2014</u> to 31 March <del>2014</del> <u>2015</u>	
...	...
...	

Table 1

The annual fee for issuers of *securitised derivatives* is £4,750

Table 1A

Tiered annual fees for issuers of global depositary receipts

Fee payable	
Minimum fee (£)	3,800
£ million of Market Capitalisation as at the last <i>business day</i> of the November prior to the <i>fee year</i> in which the fee is	Fee (£/£m of part £m of Market Capitalisation as at the last <i>business day</i> of the November prior to the <i>fee year</i> in

payable	which the fee is payable)
0 – 100	0
> 100 – 250	<del>22.879515</del> <u>22.778828</u>
> 250 – 1,000	<del>9.15119</del> <u>9.110927</u>
> 1,000 – 5,000	<del>5.632939</del> <u>5.608150</u>
> 5,000 – 25,000	<del>0.137405</del> <u>0.136800</u>
> 25,000	<del>0.044392</del> <u>0.044197</u>

Table 2

Tiered annual fees for all other issuers

Fee payable	
Minimum Fee (£)	£4,750
£ million of Market Capitalisation as at the last <i>business day</i> of the November prior to the <i>fee year</i> in which the fee is payable	Fee (£/£m of part £m of Market Capitalisation as at the last <i>business day</i> of the November prior to the <i>fee year</i> in which the fee is payable)
0 – 100	0
> 100 – 250	<del>28.599394</del> <u>28.473535</u>
> 250 – 1,000	<del>11.438999</del> <u>11.388659</u>
> 1,000 – 5,000	<del>7.041173</del> <u>7.010187</u>
> 5,000 – 25,000	<del>0.171756</del> <u>0.171000</u>
> 25,000	<del>0.055490</del> <u>0.055246</u>

**4 Annex 8R Periodic fees in relation to the Disclosure and Transparency Rules for the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

Annual fees for the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015

...

Table 1

Annual fees for non-listed issuers of securitised derivatives, depositary receipts

and global depositary receipts

Issuer	Fee amount
<i>Issuers of securitised derivatives</i>	£3,800
<i>Issuers of depositary receipts and global depositary receipts</i>	£3,040

Table 2

Fee payable	
Minimum Fee (£)	3,800
...	
0 – 100	0
> 100 – 250	<del>22.879515</del> <u>22.778828</u>
> 250 – 1,000	<del>9.151199</del> <u>9.110927</u>
> 1,000 – 5,000	<del>5.632939</del> <u>5.608150</u>
> 5,000 – 25,000	<del>0.137405</del> <u>0.136800</u>
> 25,000	<del>0.044392</del> <u>0.044197</u>

...

**4 Annex 10R Periodic fees for MTF operators payable in relation to the period 1 April 2013 2014 to 31 March 2014 2015**

Name <u>General supervisory category</u> of MTF operator (see Note below)	Fee payable (£)	Due date 1 August <del>2013</del> <u>2014</u> or, if later, 30 days from the date of the invoice
<del>Barelays Bank Plc</del>	<del>15,000</del>	
<del>Baltic Exchange Derivatives Trading Ltd</del>	<del>20,000</del>	
<del>BATS Trading Ltd</del>	<del>150,000</del>	
<del>BGC Brokers L.P</del>	<del>50,000</del>	

EuroMTS Limited	50,000	
GFI Brokers Limited	15,000	
GFI Securities Limited	50,000	
ICAP Electronic Broking Limited	50,000	
ICAP Energy Limited	15,000	
ICAP Europe Limited	15,000	
ICAP Shipping Tanker Derivatives Limited	15,000	
ICAP Securities Limited	50,000	
ICAP WCLK Limited	15,000	
J.P.Morgan Cazenove Limited	15,000	
Liquidnet Europe Limited	35,000	
My Treasury Limited	15,000	
iSWAP Euro Ltd	15,000	
Nomura International Ple	15,000	
Credit Agricole Cherveux International	15,000	
SmartPool Trading Limited	20,000	
TFS ICAP Limited	15,000	
Tradeweb Europe Limited	50,000	
Tradition (UK) Limited	15,000	
Tradition Financial Services Limited	15,000	
Tullett Prebon (Europe) Limited	15,000	
Tullett Prebon (Securities) Limited	50,000	
Turquoise Global Holdings Ltd	85,000	
Goldman Sachs International	15,000	
UBS Ltd	15,000	



<u>Category 1</u>	<u>£300,000</u>	
<u>Category 2</u>	<u>£58,000</u>	
<u>Category 3</u>	<u>£17,500</u>	
...	<p>In the case of an <i>EEA firm</i> that:</p> <p>(a) has not carried on the activity of <i>operating a multilateral trading facility</i> in the <i>UK</i> at any time in the calendar year ending 31 December <del>2012</del> <u>2013</u>; and</p> <p>(b) notifies the <i>FCA</i> of that fact by the end of March <del>2013</del> <u>2014</u>;</p> <p>the fee is zero.</p> <p>.....</p> <p>In any other case <del>£15,000</del> <u>17,500</u></p>	<p>...</p> <p>In any other case, 1 August <del>2013</del> <u>2014</u></p>

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**4 Annex 11R Periodic fees in respect of payment services carried on by fee-paying payment service providers under the Payment Services Regulations and electronic money issuance by fee-paying electronic money issuers under the Electronic Money Regulations and issuance of regulated covered bonds by issuers in relation to the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

...

Part 5 – Tariff rates		
Activity group	Fee payable in relation to <del>2013/14</del> <u>2014/15</u>	
G.2	Minimum fee (£)	400
	£ million or part £m of Modified Eligible Liabilities (MELS)	Fee (£/£m or part £m of MELS)
	> 0.1	<del>0.27200</del> <u>0.27450</u>
G.3	Minimum fee (£)	400

	£ thousands or part £ thousand of Relevant Income	Fee (£/£thousand or part £ thousand of Relevant Income)
	> 100	<del>0.18300</del> <u>0.18470</u>
G.4	Flat fee (£)	£400
G.5	As in G.3.	
G.10	Minimum fee (£)	1,500
	£million or part £m of average outstanding electronic money (AOEM)	Fee (£/£m or part £m of AOEM)
	>5.0	200.00
G.11	Flat fee (£)	£1,000
G.15	Minimum fee for the first registered <i>programme</i> (£)	<del>£68,271</del> <u>84,439</u>
	...	...
	>0.00	<del>10.13</del> <u>86.22</u>
	...	
...		

**4 Annex  
11AR**

**Definition of annual income for the purposes of calculating fees in fee blocks A.13, A.14, A.18 and, A.19 and B. Service Companies**

**Annual income definition**

...

**4 Annex  
11BR**

**Definition of annual income for the purposes of calculating fees in fee blocks CC1 and CC2**

**Annual income definition for *credit related regulated activities***

...

(c) the “fair value” of any goods or services the *firm* provided to *clients*. This is an estimate of the amount the *firm* would otherwise have received for any *regulated activity* under (a) above, but for which it has made a business decision to waive or discount its charges.

Plus:

(d) for credit broking where a firm effects an introduction between a lender and a borrower with a view to the borrower entering into a regulated credit agreement to finance the purchase of goods and/or services by the borrower from the firm, the difference between the amount of credit the lender provides to the borrower and the amount A accepts from the lender.

...

...

#### 4 Annex 13G Guidance on the calculation of tariffs set out in FEES 4 Annex 1AR Part 3

Table 1	
The following table sets out <i>guidance</i> on how a <i>firm</i> should calculate tariffs for fee blocks A.13, A.14, A.18 <del>and</del> , A.19 and B. <u>Service Companies</u> .	
Calculating and apportioning annual income – FEES 4 Annex 11AR	
<b>Calculating annual income</b>	
Defining relevant income streams	
(1)	The <i>firm</i> should refer to the fee-block definitions in <i>FEES 4 Annex 1AR</i> , Part 1 to decide which particular income streams should be taken into account when calculating its annual income for the purposes of fee-blocks A.13, A.14, A.18 <del>and</del> , A.19 <u>and B. Service companies</u> .
(2)	For the avoidance of doubt, the only income streams reportable for a relevant fee-block are those income streams which relate to a <i>regulated activity</i> listed in that fee-block. Income streams that do not relate to a <i>regulated activity</i> listed in the relevant fee-block should not be reported.  As such, <i>firms</i> should exclude from the calculation of its annual income any income earned in relation to <i>regulated activities</i> belonging to fee-blocks A.13, A.14, A.18 <del>and</del> , A.19 <u>and B. Service companies</u> where the income is directly derived from the performance of <i>regulated activities</i> belonging to other fee blocks, for example, interest from loans made in the course of providing or administering home finance (A.2), premium interest from carrying out or effecting life insurance contracts (A.3), income from managing the underwriting capacity of a Lloyd's syndicate as a managing agent at Lloyds (A.5), income from managing investments, collective investment schemes or pensions schemes (A.7 or A.9), income from operating multi-lateral trading facilities ( <i>FEES 4 Annex 10R</i> ) or income from holding client money or assets (A.21).
...	
...	

Table 2	
The following table sets out <i>guidance</i> on how a <i>firm</i> should calculate tariffs for fee blocks CC.1 and CC.2	
<b>Calculating and apportioning annual income – FEES 4 Annex 11BR</b>	
<b>Calculating annual income</b>	
Defining relevant income streams	
...	
(6)	<p><i>Firms</i> should not estimate a fair value where:</p> <p>(a) there is a statutory prohibition on charging interest (such as bankruptcy debts); or</p> <p>(b) they have reduced or suspended their normal charging structure because the debtor is unable to meet contractual repayments and an alternative repayment arrangement has been agreed with the creditor; or</p> <p>(b) they have made a “borrower-lender-supplier” agreement to allow a customer to pay the cash price of goods or services in instalments – any penalties or interest charged where the customer is in default should be declared as income.</p>
<u>Lender’s credit broker charge</u>	
(6A)	<p>An example of when a <i>firm</i> should report under paragraph (d) of <i>FEES 4 Annex 11BR</i> is set out below:</p> <p><u>If a retailer arranges a loan for £1,000 to enable a <i>consumer</i> to purchase goods from it priced at £1,000, it may agree to accept £950 directly from the <i>lender</i> as payment for those goods to provide an incentive for the <i>lender</i> to enter into the loan. The retailer should report the £50 difference as a measure of the <i>regulated activity of credit broking</i>.</u></p> <p><u>The <i>lender</i> should report the £50 difference along with any subsequent interest or administration or penalty charges paid by the consumer to the <i>lender</i>, as the <i>lender’s</i> income from the <i>regulated credit agreement</i>.</u></p>
...	

...

## 5 Financial Ombudsman Service Funding

...

## 5 Annex 1R Annual General Levy Payable in Relation to the Compulsory Jurisdiction for 2013/14 2014/15

Introduction: annual budget

1. The *annual budget* for ~~2013/14~~ 2014/15 approved by the ~~FSA~~ FCA is ~~£283.6m~~ 277.4m.
2. The total amount expected to be raised through the *general levy* in ~~2013/14~~ 2014/15 will be ~~£23m~~ £23.3m (~~net of £2.3m to be raised from consumer credit firms~~).

Compulsory jurisdiction – general levy		
Industry block	Tariff base	General levy payable by firm
1-Deposit acceptors, <i>home finance providers, home finance administrators</i> (excluding <i>firms</i> in block 14) and <i>dormant account fund operators</i>	...	<del>£0.04309</del> <u>0.043350</u> per relevant account, subject to a minimum levy of £100
2-Insurers - general (excluding <i>firms</i> in blocks 13 & 15)	...	<del>£0.1306</del> <u>0.1319</u> per £1,000 of relevant annual gross premium income, subject to a minimum levy of £100
3-The <i>Society</i> (of Lloyd's)	...	£25,989 to be allocated by the <i>Society</i>
4-Insurers - life (excluding <i>firms</i> in block 15)	...	<del>£0.01663</del> <u>0.01650</u> per £1,000 of relevant adjusted annual gross premium income, subject to a minimum levy of £130
5-Portfolio managers (including those holding <i>client money/assets</i> and not holding <i>client money/assets</i> )	...	Levy of <del>£270</del> <u>275</u>
6-Managers and depositaries of investment funds, and operators of	...	Levy of <del>£65</del> <u>60</u>

collective investment schemes or pension schemes		
7-Dealers as principal	...	Levy of £75
8-Advisors, <i>arrangers</i> , dealers or brokers holding and controlling <i>client money</i> and/or assets	...	£0.15282 <u>0.160</u> per £1,000 of annual income subject to a minimum fee of £45
9-Advisors, <i>arrangers</i> , dealers or brokers not holding and controlling <i>client money</i> and/or assets	...	£0.1170 <u>0.1085</u> per £1,000 of annual income subject to a minimum fee of £45
10-Corporate finance advisers	...	Levy of £55
11- <i>fee-paying payment service providers</i> (but excluding <i>firms</i> in any other Industry block except Industry block 18)	...	£0.0046 <u>0.0007</u> per £1,000 of relevant income subject to a minimum levy of £75
	...	Levy of £ 35
12-	N/A for <del>2013/14</del> <u>2014/15</u>	
13-Cash plan health providers	...	Levy of £65
14- <i>Credit unions</i>	...	Levy of £55
15- <i>Friendly societies</i> whose tax-exempt business represents 95% or more of their total relevant business	...	Levy of £65
16- <i>Home finance providers, advisers and arrangers</i> (excluding <i>firms</i> in blocks 13, 14 & 15)	...	Levy of £ <del>85</del> <u>90</u>
17-General insurance mediation (excluding <i>firms</i> in blocks 13, 14 & 15)	...	£0.4871 <u>0.4852</u> per £1,000 of <i>annual income</i> (as defined in <i>MIPRU</i> 4.3) relating to <i>firm's relevant</i>

		<i>business</i> subject to a minimum levy of £100
18-fee-paying <i>electronic money issuers</i>	For all <i>fee-paying electronic money issuers</i> except for <i>small electronic money institutions</i> , average outstanding <i>electronic money</i> , as described in FEES 4 Annex 11R Part 3.	£ <del>0.0020</del> <u>0.0016</u> per £1,000 of average outstanding electronic money subject to a minimum levy of £75
	For <i>small electronic money institutions</i> , a flat fee	Levy of £50
19 – <i>Credit-related regulated activities with limited permission</i>	For <i>not-for-profit debt advice bodies</i> , a flat fee	Levy of £ <del>{tbe}</del> <u>0</u>
	For all other <i>firms with limited permission</i> , a flat fee	Levy of £ <del>{tbe}</del> <u>35</u>
20 – <i>Credit-related regulated activities</i>	Annual income as defined in FEES 4 Annex 11BR	Levy of £35 Plus £ <del>{tbe}</del> <u>0.02</u> per £ <del>{tbe}</del> <u>1,000</u> of annual income <u>on income above £250,000</u>

...

**7 Annex 1R CFEB levies for the period from 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015**

Part 1

This table shows the *CFEB levies* applicable to each activity group (fee-block)

Activity Group	<i>CFEB levy payable</i>			
	<b>Column 1 Money advice levy</b>		<b>Column 2 Debt advice levy (Notes 3 – 6)</b>	
	Band Width (£ million of	Fixed sum (£/£m or	Bandwidth (million of	Fixed sum (/m or part m of
A.1				

	Modified Eligible Liabilities (MELs))	part £m of MELs)	unsecured debt)	unsecured debt)
	> 10	<del>5.08</del> <u>3.55</u>	> 0	<del>55.37</del> <u>190.76</u>
	...			
A.2	<b>Column 1 General levy</b>		<b>Column 2 Debt advice levy (Notes 5 – 6)</b>	
	Band Width (no. of mortgages and/or <i>home finance transactions</i> )	Fixed sum (£/mortgage)	Bandwidth (million of secured debt)	Fixed sum (/m or part m of secured debt)
	>50	<del>0.57</del> <u>0.96</u>	> 0	<del>24.30</del> <u>15.80</u>
A.3	<b>Gross premium income (GPI)</b>			
	Band Width (£ million of GPI)		Fixed sum (£/£m or part £m of GPI)	
	>0.5		<del>39.42</del> <u>52.34</u>	
	PLUS			
	<b>Gross technical liabilities (GTL)</b>			
	Band Width (£ million of GTL)		Fixed sum (£/£m of part £m of GTL)	
	>1		<del>2.08</del> <u>2.84</u>	
A.4	<b>Adjusted annual gross premium income (AGPI)</b>			
	Band Width (£ million of AGPI)		Fixed sum (£/£m or part £m of AGPI)	
	>1		<del>66.59</del> <u>74.81</u>	
	PLUS			
	<b>Mathematical reserves (MR)</b>			



	Band Width (£ million of MR)	Fixed sum (£/£m or part £m of MR)
	>1	<del>1.50</del> <u>1.74</u>
A.5	Band Width (£ million of Active Capacity (AC))	Fixed sum (£/£m or part £m of AC)
	>50	<del>3.89</del> <u>0.42</u>
A.6	Flat levy	<del>£85,716.00</del> <u>12,663.30</u>
A.7	For class 1( <del>C</del> )(c), (2) and (3) firms:	
	Band Width (£ million of Funds under Management (FuM))	Fixed sum (£/£m of part £m of FuM)
	>10	<del>0.81</del> <u>0.47</u>
	...	
A.9	Band Width (£ million of Gross Income (GI))	Fixed sum (£/£m of part £m of GI)
	>1	<del>104.36</del> <u>129.40</u>
A.10	Band Width (no. of traders)	Fixed sum (£/trader)
	> 1	<del>356.87</del> <u>258.58</u>
A.13	For class (2) firms	
	Band Width (£ thousands of annual income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100	<del>0.48</del> <u>0.15</u>
	...	
A.14	Band Width (£ thousands of annual income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100	<del>0.13</del> <u>0.09</u>
A.18	Band Width (£ thousands of Annual Income (AI))	Fixed sum (£/£ thousand or part £ thousand of AI)
	>100	<del>1.18</del> <u>2.38</u>

A.19	Band Width (£ thousands of Annual Income (AI))	Fixed sum (£/£ thousand or part £ thousand of AI)
	>100	<del>0.146</del> <u>0.075</u>
A.21	Band Width (£ <i>client money</i> (CM) held)	Fee (£/£ millions or part £ million of CM)
	<del>more</del> <u>less</u> than £1 <del>billion</del> <u>million</u>	<del>{tbe}</del> <u>13.25</u>
	an amount equal to or greater than £1 million but less than or equal to £1 billion	<del>{tbe}</del> <u>9.94</u>
	<del>less</del> <u>more</u> than £1 <del>million</del> <u>billion</u>	<del>{tbe}</del> <u>6.63</u>
	PLUS	
	<i>Safe custody assets</i>	
	Band Width (£ <i>safe custody assets</i> (CA) held)	Fee (£/£ millions or part £ million of CA)
	<del>more</del> <u>less</u> than £100 <del>billion</del> <u>10 million</u>	<del>{tbe}</del> <u>0.062</u>
	an amount equal to or greater than £10 million and less than or equal to £100 billion	<del>{tbe}</del> <u>0.047</u>
	<del>less</del> <u>more</u> than £10 <del>million</del> <u>100 billion</u>	<del>{tbe}</del> <u>0.031</u>
G.3	Minimum fee (£)	10
	£ thousands or part £ thousand of Relevant Income	Fee (£/£thousand or part £ thousand of Relevant Income)
	>100	<del>0.027</del> <u>0.0246</u>
G.4	Flat fee (£)	10
G.10	Minimum fee (£)	10
	£ million or part £m of average outstanding electronic money (AOEM)	Fee (£/£m or part £m of AOEM)
	> 5.0	<del>8.38</del> <u>7.90</u>
G.11	Flat fee (£)	10

CC.1	Minimum fee	{tbe} £10
	<del>Band Width (£ thousands of annual income (AI))</del>	<del>Fee (£/£ thousand or part £ thousand of AI)</del>
	{tbe}	{tbe}
CC.2	Minimum fee	{tbe} £10
	<del>Band Width (£ thousands of annual income (AI))</del>	<del>Fee (£/£ thousand or part £ thousand of AI)</del>
	{tbe} $\geq 250$	{tbe} 0.37
...		
...		

...

## Appendix 1 Unauthorised Mutuals Registration Fees Rules

...

### App 1 Annex 1R Periodic fees payable for the period 1 April ~~2013~~ 2014 to 31 March ~~2014~~ 2015

#### Part 1

Periodic fee payable by Registered Societies (on 30 June ~~2013~~ 2014)

This fee is not payable by a *credit union*.

Transaction	Total assets (£'000s)	Amount payable (£)
Periodic fee	0 - 50	55
	> 50 to 100	110
	> 100 to 250	180
	> 250 to 1,000	235
	> 1,000	425

...