

**PERIODIC FEES (2011/2012) AND OTHER FEES INSTRUMENT 2011**

- A. The Financial Services 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 99 (Fees);
    - (b) section 101 (Part 6 rules: general provisions);
    - (c) section 156 (General supplementary powers);
    - (d) section 157(1) (Guidance);
    - (e) section 234 (Industry Funding);
    - (f) paragraph 17(1) (Fees) of Schedule 1 (The Financial Services Authority);
    - (g) paragraph 12 of Part 2 (Funding) of Schedule 1A (Further provision about the Consumer Financial Education Body); and
    - (h) paragraphs 1 (General), 4 (Rules), and 7 (Fees) of Schedule 7 (The Authority as Competent Authority for Part VI);
  - (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); and
  - (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).
- B. The rule-making powers listed above are specified for the purposes of section 153(2) (Rule-making instruments) of the Act.

**Commencement**

- C. This instrument comes into force on 1 June 2011.

**Amendments to the Handbook**

- D. The Glossary of definitions is amended in accordance with Annex A to this instrument.
- E. The Fees manual (FEES) is amended in accordance with Annex B to this instrument.

**Citation**

- F. This instrument may be cited as the Periodic Fees (2011/2012) and Other Fees Instrument 2011.

By order of the Board  
26 May 2011

## Annex A

## Amendments to the Glossary of definitions

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

<i>fee-paying payment service provider</i>	<p>any of the following when they provide <i>payment services</i>:</p> <p>(a) a <i>payment institution</i>;</p> <p>(b) a <i>full credit institution</i>;</p> <p>(c) an <del>e-money</del> <u>electronic money issuer (except where it is an electronic money issuer whose only payment service activities are those relating to the issuance of electronic money by itself or if it is a credit union, a municipal bank or the National Savings Bank)</u>;</p> <p>(d) the Post Office Limited;</p> <p>(e) the Bank of England, other than when acting in its capacity as a monetary authority or carrying out functions of a public nature; and</p> <p>(f) government departments and local authorities, other than when carrying out functions of a public nature.</p> <p><i>A full credit institution or an e-money issuer that is an EEA firm is only a fee-paying payment service provider if it is exercising an EEA right in accordance with Part 2 of Schedule 3 to the Act (exercise of passport rights) to provide payment services in the United Kingdom. An EEA authorised payment institution or an EEA authorised electronic money institution is only a fee-paying payment service provider if it is exercising a right under Article 25 of the Payment Services Directive or Article 3 of the Electronic Money Directive to provide payment services in the United Kingdom.</i></p>
<i>firm</i>	<p>...</p> <p>(5) (in <i>FEES 3, FEES 4, <del>FEES 5</del> and FEES 7</i>) includes a <i>fee-paying payment service provider</i> <u>and a fee-paying electronic money issuer</u> in accordance with <i>FEES 3.1.1AR, FEES 4.1.1AR, and FEES 5.1.1AR and FEES 7.1.1R</i> <del>and in FEES 3 also includes a fee-paying electronic money issuer.</del></p>

## Annex B

### Amendments to the Fees manual (FEES)

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

#### Application

1.1.2 R This manual applies in the following way:

...

(2) *FEES* 1, 2 and 4 apply to:

...

(j) every *fee-paying payment service provider*;

(k) every *fee-paying electronic money issuer*.

(3) *FEES* 1, 2 and 5 apply to:

(a) every *firm*, ~~and *fee-paying payment service provider*~~ and *fee-paying electronic money issuer* which is subject to the *Compulsory Jurisdiction of the Financial Ombudsman Service*; and

...

...

(5) *FEES* 1, 2 and 7 apply to:

...

(d) the *Society*;

(e) every *fee-paying payment service provider* except the Bank of England, government departments and local authorities;

(f) every *fee-paying electronic money issuer* except the Bank of England, government departments, local authorities, municipal banks and the National Savings Bank.

...

...

### 3 Annex 1R Authorisation fees payable

#### Part 1 – Authorisation fees payable

...

#### Moderately Complex Cases

Activity grouping	Description
A.1 [deleted]	<i>E-money issuers only</i> [deleted]
...	

...

#### 4.1 Introduction

##### Application

...

4.1.1A R A reference to “*firm*” in this chapter includes a reference to a *fee-paying payment service provider* and a *fee-paying electronic money issuer*.

...

4.1.4 G ...

(3) The periodic fees for *fee-paying payment service providers* and *fee-paying electronic money issuers* are set out in FEES 4 Annex 11R. This annex sets out the activity groups, tariff base, valuation dates and, where applicable, the flat fees due for these *firms*.

...

Modifications for persons becoming subject to periodic fees during the course of a financial year

...

4.2.7 R A *firm* (other than an *ICVC* or *UCITS qualifier*) which becomes authorised or registered, or whose *permission* and/or *payment service* activities are extended, during the course of the financial year must pay a fee which is calculated by:

(1) identifying each of the tariffs set out in Part 1 of FEES 4 Annex 2R and/or FEES 4 Annex 11R as appropriate for the relevant financial year that apply to the *firm* only after the *permission* is received or

extended or *payment service* activities are authorised or registered or extended or *electronic money* issuance activities are authorised or registered under the *Electronic Money Regulations*, but ignoring:

...

...

4.2.7A G Projected valuations for a *firm's* first year will be collected for the 12 month period beginning with the date a *firm* becomes authorised or registered, or the date its *permission* and/or *payment service* activities are extended. That information will be used to calculate the periodic fee for the remainder of the financial year in which the *firm* was authorised or registered or its *permission* and/or *payment service* activities were extended (adjusted in accordance with *FEES* 4.2.7R) and to calculate the periodic fee for the following financial year. Projected valuations are not relevant for those fee payers that are only required to pay fixed fees.

4.2.7B R (1) This *rule* deals with the calculation of:

- (a) a *firm's* fees for its second financial year. This is the *FSA* financial year following the *FSA* financial year in which it was given *permission* and/or was authorised or registered under the *Payment Services Regulations* or the Electronic Money Regulations or had its *permission* and/or *payment services* activities extended (“the relevant permissions”); and

...

...

- (5) The rest of this *rule* only applies to a *firm* that becomes authorised or registered, or extends its *permission* and/or *payment services* activities, on or after 1 April 2009.

...

...

4.2.8 R In relation to an *incoming EEA firm* or an *incoming Treaty firm* the modification provisions of *FEES* 4.2.7R apply only in relation to the relevant *regulated activities* of the *firm*, which are *passported activities* or *Treaty* activities and which are carried on in the *United Kingdom*, and which are not provided on a *cross border services* basis. For *payment services* and electronic money issuance, the adjustment only applies to the business to which the calculation made in *FEES* 4.3.12AR relates.

...

## 4.2.11 R Table of periodic fees

1 Fee payer	2 Fee payable	3 Due date	4 Events occurring during the period leading to modified periodic fee
Any <i>firm</i> (except an <i>ICVC</i> or a <i>UCITS</i> <i>qualifier</i> )	As specified in <i>FEES</i> 4.3.1R	(1) Unless (2) or (3) apply, on or before the relevant dates specified in <i>FEES</i> 4.3.6R. (2) Unless (3) applies, if an event specified in column 4 occurs during the course of a financial year, 30 <i>days</i> after the occurrence of that event, or if later the dates specified in <i>FEES</i> 4.3.6R. (3) Where the <i>permission</i> is for <i>operating a multilateral trading facility</i> , the date specified in <i>FEES</i> 4 Annex 10 (Periodic fees for MTF operators).	<i>Firm</i> receives <i>permission</i> , or becomes authorised or registered under the <i>Payment Services Regulations</i> or the <i>Electronic Money Regulations</i> ; or <i>firm</i> extends <i>permission</i> or its <i>payment service</i> activities
...			
<i>Sponsors</i>	£ <del>12,500</del> £20,000 per year for the period from 1 April to 31 March the following year (see Note)	...	...
...			

...

4.3.2 G (1) The amount payable by each *firm* will depend upon the category (or categories) of *regulated activities* or *payment services* it is engaged

in (fee-blocks) and whether it is issuing *electronic money*, and on the amount of business it conducts in each category (tariff base). The fee-blocks and tariffs are identified in *FEES* 4 Annex 1R (and guidance on calculating certain of the tariffs is at *FEES* 4 Annex 12G), while *FEES* 4 Annex 2R sets out the tariff rates for the relevant financial year. In the case of *firms* that provide *payment services* and/or issue *electronic money*, the relevant fee blocks, tariffs and rates are set out in *FEES* 4 Annex 11R.

- (2) *Incoming EEA firms, incoming Treaty firms, and EEA authorised payment institutions and EEA authorised electronic money institutions* receive a discount to reflect the reduced scope of the *FSA*'s responsibilities in respect of them. The level of the discount varies from fee-block to fee-block, according to the division of responsibilities between the *FSA* and *Home state regulators* for *firms* in each fee-block (see *FEES* 4.3.11G, *FEES* 4.3.12R and *FEES* 4.3.12AR).

Calculation of periodic fee (excluding fee-paying payment service providers and fee-paying electronic money issuers)

- 4.3.3 R The periodic fee referred to in *FEES* 4.3.1R is (except in relation to the *Society, and fee-paying payment service providers and fee-paying electronic money issuers*) calculated as follows:

...

Calculation of periodic fee for fee-paying payments service providers and fee-paying electronic money issuers

- 4.3.3A R The periodic fee referred to in *FEES* 4.3.1R in relation to *fee-paying payment service providers and fee-paying electronic money issuers* is calculated in accordance with *FEES* 4 Annex 11R.

Modification for firms with new or extended permissions

- 4.3.4 G (1) A *firm* which becomes authorised or registered during the course of a financial year will be required to pay a proportion of the periodic fee which reflects the proportion of the year for which it will have a *permission* or the right to provide particular *payment services* or the right to issue *electronic money* - see *FEES* 4.2.5G and *FEES* 4.2.6R.

...

- (3) These provisions apply (with some changes) to *incoming EEA firms, and incoming Treaty firms, EEA authorised payment institutions and EEA authorised electronic money institutions*.

...

...



## Time of payment

- 4.3.6 R (1) If the *firm's* periodic fee for the previous financial year was at least £50,000, the *firm* must pay:
- ...
- ...
- (3) If a *firm* has applied to cancel its *Part IV permission* in the way set out in SUP 6.4.5D (Cancellation of permission), or its status as a *payment institution* under regulation 10 of the *Payment Services Regulations* (Cancellation of authorisation) or as regulation 10 is applied by regulation 14 of the *Payment Services Regulations* (Supplementary provisions), or its status as an *electronic money issuer* under regulation 10 of the *Electronic Money Regulations* (Cancellation of authorisation) or as regulation 10 is applied by regulation 15 of the *Electronic Money Regulations* (Supplementary provisions), then (1) and (2) do not apply but it must pay the total amount due when the application is made.
- ...
- (4A) If the *FSA* has cancelled a *firm's* authorisation or registration under regulation 10 of the *Payment Services Regulations* or regulation 10 of the *Electronic Money Regulations* or its registration under regulation 10 as applied by regulation 14 of the *Payment Services Regulations* or its registration under regulation 10 as applied by regulation 15 of the *Electronic Money Regulations*, then (1) and (2) do not apply but the *firm* must pay the total amount due immediately before the cancellation becomes effective.
- ...
- ...

Incoming EEA firms, incoming Treaty firms, ~~and~~ EEA authorised payment institutions and EEA authorised electronic money institutions

- 4.3.11 G The *FSA* recognises that its responsibilities in respect of an *incoming EEA firm*, an *incoming Treaty firm*, ~~or~~ an *EEA authorised payment institution* or an EEA authorised electronic money institution are reduced compared with a *firm* which is incorporated in the *United Kingdom*. Accordingly the periodic fees which would otherwise be applicable to *incoming EEA firms*, *incoming Treaty firms*, ~~and~~ *EEA authorised payment institutions* and EEA authorised electronic money institutions are reduced.
- ...
- 4.3.12A R For:

- (a) a full credit institution ~~or an e-money issuer~~ which is a fee-paying payment service provider and an EEA firm; or ~~for an EEA authorised payment institution;~~
- (b) a full credit institution which is a fee-paying electronic money issuer and an EEA firm; or
- (c) an EEA authorised payment institution; or
- (d) an EEA authorised electronic money institution;

the calculation required by FEES 4.3.3AR is modified as follows:

- (1) the tariffs set out in Part 5 of FEES 4 Annex 11R are only applied to the payment services or electronic money issuance of the firm which are carried on from an establishment in the *United Kingdom*, including any payment services provided carried on through any of its *agents* established in the *United Kingdom*; and

...

#### Firms Applying to Cancel or Vary Permission Before Start of Period

4.3.13 R (1) If:

- (a) a *firm* makes an application to vary its *permission* (by reducing its scope), or cancel it, in the way set out in SUP 6.3.15D(3) (Variation of permission) and SUP 6.4.5D (Cancellation of permission), or applies to vary (by reducing its scope) or cancel its authorisation or registration (regulation 8 and 10(1) of the *Payment Services Regulations* including as applied by regulation 14 of the *Payment Services Regulations*) or applies to cancel its authorisation or registration (regulation 10 and 12 of the *Electronic Money Regulations* including as applied by regulation 15 of the *Electronic Money Regulations*); an *issuer* makes an application for de-listing; or a *sponsor* notifies the FSA of its intention to be removed from the list of approved *sponsors*; and

...

FEES 4.2.1R applies to the *firm* as if the relevant variation or cancellation of the *firm's permission* or authorisation or registration under the *Payment Services Regulations* or the *Electronic Money Regulations*, de-listing or removal from the list of approved *sponsors*, took effect immediately before the start of the period to which the fee relates.

...

4.3.14 G Where a *firm* has applied to cancel its *Part IV permission*, or its authorisation

or registration under the *Payment Services Regulations* or the *Electronic Money Regulations*, or the FSA has exercised its *own-initiative powers* to cancel a *firm's Part IV permission* or the FSA has exercised its powers under regulation 10 (Cancellation of authorisation), including as applied by regulation 14 (Supplementary provisions) of the *Payment Services Regulations* to cancel a *firm's* authorisation or registration under the *Payment Services Regulations* or the FSA has exercised its powers under regulation 10 (Cancellation of authorisation), including as applied by regulation 15 (Supplementary provisions) of the *Electronic Money Regulations*, the due dates for payment of periodic fees are modified by FEES 4.3.6R(3), FEES 4.3.6R(4) and FEES 4.3.6R(4A) respectively.

...

Information relating to payment services and the issuance of electronic money

- 4.4.7 D ~~An authorised payment institution, the Post Office Limited, government departments and local authorities or an EEA authorised payment institution~~ A fee-paying payment service provider and a fee-paying electronic money issuer must notify to the FSA the value (as at the valuation date specified in Part 4 of FEES 4 Annex 11R) of each element of business on which the periodic fee (other than a flat fee) payable by the *firm* under FEES 4 Annex 11R is to be calculated, including any *payment services* carried on by its *agents* from an establishment in the *United Kingdom*.
- 4.4.8 D ~~An authorised payment institution, the Post Office Limited, government departments and local authorities or an EEA authorised payment institution~~ A firm must send to the FSA in writing the information required under FEES 4.4.7D as soon as reasonably practicable, and in any event within two *months*, after the date specified as the valuation date in Part 4 of FEES 4 Annex 11R.
- 4.4.9 D To the extent that ~~an authorised payment institution or an EEA authorised payment institution~~ a firm has provided the information required by FEES 4.4.7D to the FSA as part of its compliance with another provision of the *Handbook*, it is deemed to have complied with the provisions of ~~this section~~ that direction.

...

**4 Annex 1R Activity groups, tariff bases and valuation dates applicable**

Part 1	...
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Activity group	Fee payer falls in the activity group if
A.1 Deposit acceptors	its <i>permission</i> includes <i>accepting deposits</i> ; <u>or operating a dormant account fund</u> <del>or issuing e-money</del> ; BUT DOES

	NOT include either of the following:
	...
...	

Part 2	...
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Activity group	Tariff base
A.1	... <del>For e-money issuers:</del> <del>Outstanding balance of e-money liabilities</del> ...

...

Part 3	This table indicates the valuation date for each fee-block. A <i>firm</i> can calculate its tariff data by applying the tariff bases set out in Part 2 with reference to the valuation dates shown in this table.
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Activity group	Valuation date
...	
Where a <i>firm's</i> tariff data is in a currency other than sterling, it should be converted into sterling at the exchange rate prevailing on the relevant valuation date.	
A.1	For <i>banks</i> : ... <del>For e-money issuer:</del> <del>MELs, valued at the end of the financial year ended in the calendar year ending 31 December.</del> ...

...

**4 Annex 2R Fee tariff rates, permitted deductions and EEA/Treaty firm modifications for the period from 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

Part 1
This table shows the tariff rates applicable to each fee block

...		
Note 1	<p>In the case of activity group A.1 there are two tariff rates. The rate in column 1 is the general periodic fee. The rate in column 2 is the reclaim funds set up fee and is payable by all <i>firms</i> except <i>credit unions</i> and <i>e-money issuers</i>. The total periodic fee for the A1 fee block is determined by adding the amounts obtained under both columns.</p> <p>...</p>	
Activity group	Fee payable	
A.1	Band width (£ million of Modified Eligible Liabilities (MELs))	Fee (£/£m or part £m of MELs)
		Column 1 General Periodic fee
		Column 2 Reclaim Fund Set-Up fee
	>10 – 140	29.90 <u>33.44</u>
	>140 – 630	29.90 <u>33.44</u>
	>630 – 1,580	29.90 <u>33.44</u>
	>1,580 – 13,400	37.38 <u>41.80</u>
	>13,400	49.34 <u>55.18</u>
...	<p>The tariff rates in A.1 are not relevant for the <i>permissions</i> relating to <i>operating a dormant account fund</i>. Instead a flat fee of <del>£6,018</del> <u>£6,000</u> is payable in respect of these <i>permissions</i>. The flat fee of <del>£6,018</del> is made up of a portion of the general periodic fee of <del>£6,000</del> and a reclaim fund set up fee of <del>£18</del>.</p>	
A.2	Band width (No. of mortgages and/or <i>home finance transactions</i> )	Fee (£/mortgage)
	>50 - 130	<del>1.26</del> <u>1.79</u>
	>130 – 320	<del>1.26</del> <u>1.79</u>
	>320 – 4,570	<del>1.26</del> <u>1.79</u>

	>4, 570 – 37,500	<del>4.26</del> <u>1.79</u>		
	>37,500	<del>4.26</del> <u>1.79</u>		
A.3	Gross premium income (GPI)	Column 1 General periodic fee	Column 2 Solvency 2 Implementation fee	Column 3 Solvency 2 Special Project fee
	Minimum fee (£)	Not applicable	<del>50.00</del> <u>25.00</u>	25.00
	Band Width (£ million of GPI)	Fee (£/£m or part £m of GPI)		
	>0.5 – 10.5	<del>531.58</del> <u>505.51</u>	<del>110.45</del> <u>119.38</u>	<del>93.40</del> <u>127.57</u>
	>10.5 – 30	<del>531.58</del> <u>505.51</u>	<del>110.45</del> <u>119.38</u>	<del>93.40</del> <u>127.57</u>
	>30 – 245	<del>531.58</del> <u>505.51</u>	<del>110.45</del> <u>119.38</u>	<del>93.40</del> <u>127.57</u>
	>245 – 1,900	<del>531.58</del> <u>505.51</u>	<del>110.45</del> <u>119.38</u>	<del>93.40</del> <u>127.57</u>
	>1,900	<del>531.58</del> <u>505.51</u>	<del>110.45</del> <u>119.38</u>	<del>93.40</del> <u>127.57</u>
	PLUS			
	Gross technical liabilities (GTL)	Column 1 General Periodic fee	Column 2 Solvency 2 Implementation fee	Column 3 Solvency 2 Special Project fee
	Band Width (£ million of GTL)	Fee (£/£m or part £m of GTL)		
	>1 – 12.5	<del>28.39</del> <u>26.82</u>	<del>5.65</del> <u>6.42</u>	<del>5.55</del> <u>7.25</u>
	>12.5 – 70	<del>28.39</del> <u>26.82</u>	<del>5.65</del> <u>6.42</u>	<del>5.55</del> <u>7.25</u>
	>70 – 384	<del>28.39</del> <u>26.82</u>	<del>5.65</del> <u>6.42</u>	<del>5.55</del> <u>7.25</u>
	>384 – 3,750	<del>28.39</del> <u>26.82</u>	<del>5.65</del> <u>6.42</u>	<del>5.55</del> <u>7.25</u>
	>3,750	<del>28.39</del> <u>26.82</u>	<del>5.65</del> <u>6.42</u>	<del>5.55</del> <u>7.25</u>
	...			

A.4	Adjusted annual gross premium income (AGPI)	Column 1 General Periodic fee	Column 2 Solvency 2 Implementation fee	Column 3 Solvency 2 Special Project fee
	Minimum fee (£)	Not applicable	25.00	25.00
	Band Width (£ million of AGPI)	Fee (£/£m or part £m of AGPI)		
	>1 – 5	<del>706.46</del> <u>628.82</u>	<del>137.00</del> <u>147.39</u>	<del>114.60</del> <u>151.35</u>
	>5 – 40	<del>706.46</del> <u>628.82</u>	<del>137.00</del> <u>147.39</u>	<del>114.60</del> <u>151.35</u>
	>40 – 260	<del>706.46</del> <u>628.82</u>	<del>137.00</del> <u>147.39</u>	<del>114.60</del> <u>151.35</u>
	>260 – 4,000	<del>706.46</del> <u>628.82</u>	<del>137.00</del> <u>147.39</u>	<del>114.60</del> <u>151.35</u>
	>4,000	<del>706.46</del> <u>628.82</u>	<del>137.00</del> <u>147.39</u>	<del>114.60</del> <u>151.35</u>
	PLUS			
	Mathematical reserves (MR)	Column 1 General Periodic fee	Column 2 Solvency 2 Implementation fee	Column 3 {Solvency 2 Special Project fee
	Minimum fee (£)	Not applicable	25.00	25.00
	Band Width (£ million of MR)	Fee (£/£m or part £m of MR)		
	>1 –20	<del>15.32</del> <u>13.44</u>	<del>3.00</del> <u>3.10</u>	<del>2.95</del> <u>3.06</u>
	>20 – 270	<del>15.32</del> <u>13.44</u>	<del>3.00</del> <u>3.10</u>	<del>2.95</del> <u>3.06</u>
	>270 – 7,000	<del>15.32</del> <u>13.44</u>	<del>3.00</del> <u>3.10</u>	<del>2.95</del> <u>3.06</u>
>7,000 – 45,000	<del>15.32</del> <u>13.44</u>	<del>3.00</del> <u>3.10</u>	<del>2.95</del> <u>3.06</u>	

	>45,000	<del>15.32</del> <u>13.44</u>	<del>3.00</del> <u>3.10</u>	<del>2.95</del> <u>3.06</u>
A.5	Band Width (£ million of Active Capacity (AC))	Fee (£/£m or part £m of AC)		
	>50 – 150	<del>54.55</del> <u>56.34</u>		
	>150 – 250	<del>54.55</del> <u>56.34</u>		
	>250 – 500	<del>54.55</del> <u>56.34</u>		
	>500 – 1,000	<del>54.55</del> <u>56.34</u>		
	>1,000	<del>54.55</del> <u>56.34</u>		
A.6	Flat fee	<del>1,500,514</del> <u>1,419,112.28</u>		
	PLUS			
	Solvency 2 Special Project Flat fee (£)	<del>249,603.72</del> <u>975,000</u>		
	PLUS			
	Solvency 2 Implementation Flat fee (£)	<del>300,100.80</del> <u>331,238.49</u>		
A.7	For class 1(C), (2) and (3) <i>firms</i> :			
	Band Width (£ million of Funds under Management (FuM))	Fee (£/£m or part £m of FuM)		
	>10 – 150	<del>8.52</del> <u>6.80</u>		
	>150 – 2,800	<del>8.52</del> <u>6.80</u>		
	>2,800 – 17,500	<del>8.52</del> <u>6.80</u>		
	>17,500 – 100,000	<del>8.52</del> <u>6.80</u>		
	>100,000	<del>8.52</del> <u>6.80</u>		
	...			
...	...			
A.9	Band Width (£ million of Gross Income (GI))	Fee (£/£m or part £m of GI)		



	>1 – 4.5	<del>1,052.62</del> <u>1,380.85</u>
	>4.5 – 17	<del>1,052.62</del> <u>1,380.85</u>
	>17 – 145	<del>1,052.62</del> <u>1,380.85</u>
	> 145 – 750	<del>1,052.62</del> <u>1,380.85</u>
	>750	<del>1,052.62</del> <u>1,380.85</u>
A.10	Band Width (No. of traders)	Fee (£/trader)
	2 – 3	<del>3,196.91</del> <u>3,565.73</u>
	4 – 5	<del>3,196.91</del> <u>3,565.73</u>
	6 – 30	<del>3,196.91</del> <u>3,565.73</u>
	31 – 180	<del>3,196.91</del> <u>3,565.73</u>
	>180	<del>3,196.91</del> <u>3,565.73</u>
...		
A.12	Band Width (No. of persons)	Fee (£/person)
	2 – 5	<del>426.35</del> <u>757.17</u>
	6 – 35	<del>426.35</del> <u>757.17</u>
	36 – 175	<del>426.35</del> <u>757.17</u>
	176 – 1,600	<del>426.35</del> <u>757.17</u>
	>1,600	<del>426.35</del> <u>757.17</u>
	For a <i>professional firm</i> in A.12 the fee is calculated as above less 10%.	
A.13	For class (2) <i>firms</i> :	
	Band Width (No. of persons)	Fee (£/person)
	2 – 3	<del>1,290.54</del> <u>1,290.54</u>
	4 – 30	<del>1,290.54</del> <u>1,290.54</u>
	31 – 300	<del>1,290.54</del> <u>1,290.54</u>
	301 – 2,000	<del>1,290.54</del> <u>1,290.54</u>

	>2,000	1,290.54 <u>1,290.54</u>
	...	
A.14	Band Width (No. of persons)	Fee (£/person)
	2 – 4	<del>1,340.87</del> <u>2,809.83</u>
	5 – 25	<del>1,340.87</del> <u>2,809.83</u>
	26 – 80	<del>1,340.87</del> <u>2,809.83</u>
	81 – 199	<del>1,340.87</del> <u>2,809.83</u>
	>199	<del>1,340.87</del> <u>2,809.83</u>
...		
A.18	Band Width (£ thousands of Annual Income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100 –180	<del>10.54</del> <u>13.12</u>
	>180 – 1,000	<del>10.54</del> <u>13.12</u>
	>1,000 – 12,500	<del>10.54</del> <u>13.12</u>
	>12,500 – 50,000	<del>10.54</del> <u>13.12</u>
	>50,000	<del>10.54</del> <u>13.12</u>
A.19	Band Width (£ thousands of Annual Income (AI))	Fee (£/£ thousand or part £ thousand of AI)
	>100 –325	<del>2.43</del> <u>1.94</u>
	>325 – 10,000	<del>2.43</del> <u>1.94</u>
	>10,000 – 50,750	<del>2.43</del> <u>1.94</u>
	>50,750 – 250,000	<del>2.43</del> <u>1.94</u>
	>250,000	<del>2.43</del> <u>1.94</u>
B. Market operators	£35,000	
B. Service companies	Bloomberg LP	£45,000

	<del>EMX Co Ltd</del>	£35,000
	LIFFE Services Ltd	£35,000
	[row deleted]	
	OMGEO Ltd	£35,000
	Reuters Ltd	£45,000
	Swapswire Ltd	£35,000
...		
...		

## Part 2

This table shows the permitted deductions that apply where financial penalties are received ~~under the Act~~ by the FSA under sections 66, 123 and 206 of the *Act* and regulation 42 of the *Money Laundering Regulations*:

Activity group	Amount of deduction
Part 1A (minimum fee)	<del>7.5%</del> 16.8% of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.1	<del>7.5%</del> 17.0% of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.2	<del>7.5%</del> 20.8% of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.3	<del>7.5%</del> 16.9% of the fee payable by the <i>firm</i> for the activity group (see Part 1). The deduction does not apply to any Solvency 2 Special Project fee (as defined in Part 1) or Solvency 2 Implementation fee as applicable under Part 5.
A.4	<del>7.5%</del> 16.9% of the fee payable by the <i>firm</i> for the activity group (see Part 1). The deduction does not apply to any Solvency 2 Special Project fee (as defined in Part 1) or Solvency 2 Implementation fee as applicable under Part 5.
A.5	<del>7.5%</del> 16.8% of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.6	<del>7.5%</del> 16.8% of the fee payable by the <i>firm</i> for the activity group (see Part 1). The deduction does not apply to any Solvency 2 Special Project flat fee or Solvency 2

	Implementation flat fee (as defined in Part 1).
A.7	<del>7.5%</del> <u>18.1%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.9	<del>7.5%</del> <u>16.8%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.10	<del>7.5%</del> <u>18.6%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.12	<del>9.3%</del> <u>21.7%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.13	<del>7.8%</del> <u>17.7%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.14	<del>7.5%</del> <u>20.4%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.18	<del>7.5%</del> <u>18.2%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)
A.19	<del>7.5%</del> <u>17.3%</u> of the fee payable by the <i>firm</i> for the activity group (see Part 1)

...

## Part 4

This table shows the calculation of the Solvency 2 Special Project fee for *firms* falling into fee block A3 or A4.

(1)	The Solvency 2 Special Project fee forms part of the periodic fee payable under fee <del>block</del> <u>blocks</u> A3 and A4 ( <del>the "insurance fee blocks"</del> ).
(2)	The Solvency 2 Special Project fee is only payable by a <i>firm</i> if it meets the conditions in Part <del>(5)</del> <u>and the conditions set out in paragraph (3) of this Part.</u> <del>In addition:</del>
(a)	<del>where the <i>firm</i> falls into fee block A.3, the Solvency 2 Special Project fee is only payable with respect to that insurance fee block if the amount of the periodic fees payable by it under FEES 4.3 in respect of the financial year 2009/10 with respect to that insurance fee block was at least £49,000; [deleted]</del>
(b)	<del>where the <i>firm</i> falls into fee block A.4, the Solvency 2 Special Project fee is only payable with respect to that insurance fee block if the amount of the periodic fees payable by it under FEES 4.3 in respect of the financial year 2009/10 with respect</del>

		to that insurance fee block was at least £55,000. [deleted]
	(c)	[deleted]
	(d)	[deleted]
(3)	<del>[deleted]</del> The conditions are that:	
	(a)	<u>before 1 April 2011 the <i>firm</i>, or a member of the group of which the <i>firm</i> is also a member (in either case, ‘the recipient’), received a written communication from the FSA that it has met the criteria for entry into pre-Internal Model Approval Process status (‘pre-IMAP’); and</u>
	(b)	<u>the recipient remains in pre-IMAP status on 1 April 2011.</u>
(4)	<del>The prior year fee referred to in (2) for a particular insurance fee block does not take into account the Solvency 2 Special Project fee or the Solvency 2 Implementation fee. For the purposes of (3)(b), the recipient will be deemed to be in pre-IMAP status unless, before 1 April 2011:</del>	
	(a)	<u>the recipient informs the FSA in writing that it wishes to withdraw from pre-IMAP status; or</u>
	(b)	<u>the recipient has been informed by the FSA in writing that it is no longer in pre-IMAP status.</u>
(5)	<del>[deleted]</del> For the purposes of this Part a reference to pre-IMAP means the status achieved by the recipient by joining the process established by the FSA whereby the FSA and the recipient engage with a view to the FSA establishing whether an internal model developed by the recipient is likely to meet the tests and standards specified in the <i>Solvency 2 Directive</i> .	
(6)	<del>[deleted]</del> A reference to ‘group’ in this Part means a group determined by reference to the provisions contained in Title III, Chapter I of the <i>Solvency 2 Directive</i> .	
...		

...

Part 5

This Part sets out when a Solvency 2 Implementation fee is due for *firms* in the A.3 and A.4 fee-blocks.

...	
(2)	...

	(a)	...
	(b)	the <i>firm</i> has not notified the <i>FSA</i> before the start of the financial year <del>2010/11</del> <u>2011/12</u> that it intends to migrate out of the <i>United Kingdom</i> for regulatory purposes before the <i>Solvency 2 Directive</i> is implemented;
	(c)	...
	(d)	it was in one or both of the insurance fee blocks at the start of the financial year <del>2010/11</del> <u>2011/12</u> ;
	...	
...		

...

**4 Annex 4 R Periodic fees in relation to collective investment schemes payable for the period 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

Part 1 - Periodic fees payable

Scheme type	Basic fee (£)	Total funds/sub-funds aggregate	Fund factor	Fee (£)
ICVC, AUT, Section 264 of the <i>Act</i> Section 270 of the <i>Act</i>	<del>560</del> <u>585</u>	1-2	1	<del>560</del> <u>585</u>
		3-6	2.5	<del>1,400</del> <u>1,463</u>
		7-15	5	<del>2,800</del> <u>2,925</u>
		16-50	11	<del>6,160</del> <u>6,435</u>
		>50	22	<del>12,320</del> <u>12,870</u>
Section 272 of the <i>Act</i>	<del>2,280</del> <u>2,380</u>	1-2	1	<del>2,280</del> <u>2,380</u>
		3-6	2.5	<del>5,700</del> <u>5,950</u>
		7-15	5	<del>11,400</del> <u>11,900</u>
		16-50	11	<del>25,080</del> <u>26,180</u>
		>50	22	<del>50,160</del> <u>52,360</u>
Fees are charged according to the number of funds or <i>sub-funds</i> operated by a <i>firm</i> as at 31 March <del>2010</del> <u>2011</u> . ...				

**4 Annex 5 R Periodic fees for designated professional bodies payable in relation to the period 1 April 2011 to 31 March 2012**

Table of fees payable by Designated Professional Bodies

Name of Designated Professional	Amount payable	Due date
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Body		
The Law Society of England & Wales	£41,530	30 April 2011
	<del>£48,565</del> <u>£31,660</u>	1 September <del>2010</del> <u>2011</u>
The Law Society of Scotland	<del>£14,620</del> <u>£13,990</u>	1 July <del>2010</del> <u>2011</u>
The Law Society of Northern Ireland	<del>£13,380</del> <u>£12,920</u>	1 July <del>2010</del> <u>2011</u>
The Institute of Actuaries	<del>£10,130</del> <u>£10,110</u>	1 July <del>2010</del> <u>2011</u>
The Institute of Chartered Accountants in England and Wales	<del>£27,350</del> <u>£24,660</u>	1 July <del>2010</del> <u>2011</u>
The Institute of Chartered Accountants of Scotland	<del>£11,450</del> <u>£11,200</u>	1 July <del>2010</del> <u>2011</u>
The Institute of Chartered Accountants in Ireland	<del>£10,700</del> <u>£10,650</u>	1 July <del>2010</del> <u>2011</u>
The Association of Chartered Certified Accountants	<del>£18,040</del> <u>£16,980</u>	1 July <del>2010</del> <u>2011</u>
The Council for Licensed Conveyancers	<del>£11,290</del> <u>£11,230</u>	1 July <del>2010</del> <u>2011</u>
Royal Institution of Chartered Surveyors	<del>£14,390</del> <u>£13,800</u>	1 July <del>2010</del> <u>2011</u>
...		

**4 Annex 6 R Periodic fees for recognised investment exchanges and recognised clearing houses payable in relation to the period 1 April 2011 to 31 March 2012**

...

Part 1 - Periodic fees for UK recognised bodies

Name of UK recognised body	Amount payable	Due date
Euroclear UK & Ireland Limited	£325,000	30 April 2011
	<del>£372,500</del> <u>£275,000</u>	1 September <del>2010</del> <u>2011</u>
ICE Futures Europe Ltd	£255,000	30 April 2011

	<del>£280,000</del> <u>£245,000</u>	1 September 2010 2011
LIFFE Administration and Management	£400,000	30 April 2011
	<del>£475,000</del> <u>£350,000</u>	1 September 2010 2011
LCH Clearnet Limited	£375,000	30 April 2011
	<del>£452,000</del> <u>£325,000</u>	1 September 2010 2011
The London Metal Exchange Limited	£237,500	30 April 2011
	<del>£277,000</del> <u>£212,500</u>	1 September 2010 2011
London Stock Exchange plc	£335,000	30 April 2011
	<del>£409,000</del> <u>£280,000</u>	1 September 2010 2011
EDX London Ltd	£60,000	30 April 2011
	<del>£77,500</del> <u>£30,000</u>	1 September 2010 2011
PLUS Markets Plc	£110,000	30 April 2011
	<del>£122,500</del> <u>£85,000</u>	1 September 2010 2011
European Central Counterparty Limited	£187,500	30 April 2011
	<del>£211,500</del> <u>£167,500</u>	1 September <del>2010</del> <u>2011</u>
ICE Clear Europe Limited	£275,000	30 April 2011
	<del>£366,000</del> <u>£265,000</u>	1 September <del>2010</del> <u>2011</u>
Chicago Mercantile Exchange Clearing Europe	£125,000	30 April 2011
	<u>£275,000</u>	<u>1 September</u> <u>2011</u>
...		

## Part 2 - Periodic fees for overseas recognised bodies



Name of overseas recognised body	Amount payable	Due date
The Chicago Mercantile Exchange (CME) (ROIE)	£40,000	1 July <del>2010</del> <u>2011</u>
Chicago Board of Trade	£40,000	1 July <del>2010</del> <u>2011</u>
EUREX (Zurich)	£40,000	1 July <del>2010</del> <u>2011</u>
National Association of Securities and Dealers Automated Quotations (NASDAQ)	£40,000	1 July <del>2010</del> <u>2011</u>
New York Mercantile Exchange Inc.	£40,000	1 July <del>2010</del> <u>2011</u>
The Swiss Stock Exchange	£40,000	1 July <del>2010</del> <u>2011</u>
Sydney Futures Exchange Limited	£40,000	1 July <del>2010</del> <u>2011</u>
ICE Futures US Inc	£40,000	1 July <del>2010</del> <u>2011</u>
NYSE Liffe US	£40,000	1 July <del>2010</del> <u>2011</u>
SIS x-clear AG	£100,000	1 July <del>2010</del> <u>2011</u>
Eurex Clearing AG	<del>£200,000</del> <u>£70,000</u>	1 July <del>2010</del> <u>2011</u>
ICE Clear US Inc	£70,000	1 July <del>2010</del> <u>2011</u>
Chicago Mercantile Exchange (CME) (ROCH)	<del>£200,000</del> <u>£100,000</u>	1 July <del>2010</del> <u>2011</u>
European Multi-Lateral Clearing Facility	£100,000	1 July <del>2010</del> <u>2011</u>
Cassa di Compensazione e Garanzia (CC&G)	£70,000	1 July <del>2010</del> <u>2011</u>
<u>LCH Clearnet SA</u>	<u>£100,000</u>	<u>1 July 2011</u>
...		

**4 Annex 7 R Periodic fees in relation to the Listing Rules for the period 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

Fee type	Fee amount
Annual fees for the period 1 April <del>2010</del> <u>2011</u> to 31 March <del>2011</del> <u>2012</u>	

...	
-----	--

There is deducted from the fee specified in this Annex ~~0.0%~~ 4.7% of the fee payable to take into account financial penalties received by the *FSA* under section 91 of the *Act* in the previous financial year.

...

**4 Annex 8 R Periodic fees in relation to the disclosure rules and transparency rules for the period 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

Annual fees for the period 1 April <del>2010</del> <u>2011</u> to 31 March <del>2011</del> <u>2012</u>
...

There is deducted from the fee specified in this Annex 4.7% of the fee payable to take into account financial penalties received by the *FSA* under section 91 of the *Act* in the previous financial year.

**4 Annex 9 R Periodic fees in respect of securities derivatives for the period from 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

Part 1

For the purposes of this Annex, a “relevant contract” is any contract entered into or settled by *firms* on or through *LIFFE* or *Eurex Clearing AG* in *securities derivatives* and the “relevant period” is 1 January ~~2009~~ 2010 to 31 December ~~2009~~ 2010 inclusive.

The fee shown in the table below for *firms* (but not *market operators*) will be subject to a deduction of ~~7.7%~~ 16.7%, as if that fee were a periodic fee charged under *FEES* 4.3.3R, and the deduction were a deduction set out in Part 2 of *FEES* 4 Annex 2R.

Fee amount for <i>firms</i>	
Number of relevant contracts entered into by the <i>firm</i> during the relevant period	Fee amount
0 – 100	£0

101 - 1,000	£550 <u>£585</u>
1,001 - 100,000	£2,775 <u>£2,950</u>
100,001 - 1,000,000	£8,340 <u>£8,875</u>
1,000,001 - 5,000,000	£20,000 <u>£21,300</u>
5,000,001 - 20,000,000	£35,435 <u>£37,750</u>
>20,000,000	£54,000 <u>£57,500</u>
Fee amount for <i>market operators</i>	
<i>Market operators</i> providing facilities for trading in <i>securities derivatives</i> that do not identify those <i>securities derivatives</i> using an International Securities Identity Number	£10,300 <u>£11,000</u>

...

**4 Annex 10 R Periodic fees for MTF operators payable in relation to the period 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

Name of MTF operator	Fee payable (£)	Due date 1 July <del>2010</del> <u>2011</u>
<del>Baikal Global Ltd</del>	<del>25,000</del>	
Barclays Bank Plc	<del>3,600</del> <u>4,000</u>	
<u>Baltic Derivatives Trading Ltd</u>	<u>20,000</u>	
BATS Trading Ltd	80,000	
BGC Brokers L.P	<del>3,600</del> <u>4,000</u>	
Cantor Index Limited	<del>7,750</del> <u>8,000</u>	
<del>CantorCO2e Limited</del>	<del>3,600</del>	
Chi-X Europe Limited	<del>125,000</del> <u>130,000</u>	
EuroMTS Limited	30,000	
GFI Brokers Limited	<del>3,600</del> <u>4,000</u>	
GFI Securities Limited	<del>3,600</del> <u>4,000</u>	

ICAP Electronic Broking Limited	<del>6,000</del> <u>6,250</u>	
ICAP Energy Limited	<del>3,600</del> <u>4,000</u>	
ICAP Europe Limited	<del>3,600</del> <u>4,000</u>	
ICAP Shipping Tanker Derivatives Limited	<del>3,600</del> <u>4,000</u>	
ICAP Securities Limited	<del>3,600</del> <u>4,000</u>	
ICAP WCLK Limited	<del>3,600</del> <u>4,000</u>	
<u>J.P.Morgan Cazenove Limited</u>	<u>4,000</u>	
Liquidnet Europe Limited	70,000	
MF Global UK Limited	<del>3,300</del> <u>4,000</u>	
My Treasury Limited	<del>3,600</del> <u>4,000</u>	
<del>NASDAQ OMX Europe Limited</del>	70,000	
<u>Nomura</u>	<u>4,000</u>	
<u>Sigma X MTF</u>	<u>4,000</u>	
SmartPool Trading Limited	<del>20,000</del> <u>22,500</u>	
TFS-ICAP Limited	<del>3,600</del> <u>4,000</u>	
Tradeweb Europe Limited	<del>12,500</del> <u>13,000</u>	
Tradition (UK) Limited	<del>3,600</del> <u>4,000</u>	
Tradition Financial Services Limited	<del>3,600</del> <u>4,000</u>	
Tullett Prebon (Europe) Limited	<del>3,600</del> <u>4,000</u>	
Tullett Prebon	<del>3,600</del> <u>4,000</u>	

(Securities) Limited		
<u>Turquoise Global Holdings Ltd</u>	<u>140,000</u>	
<del>Turquoise Services Limited</del>	80,000	
<u>UBS Ltd</u>	<u>4,000</u>	
	...	...
	In any other case <del>£3,000</del> <u>£3,500</u>	In any other case, 1 July <del>2010</del> <u>2011</u>

There is deducted from the fee specified in this Annex ~~7.5%~~ 16.7% of the fee payable to take into account financial penalties received by the *FSA* under section 66, 123 and 206 of the Act in the previous financial year.

...

**4 Annex 11 R** **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 in relation to the period 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

<u>Part 1 – Method for calculating the fee for fee-paying payment service providers</u>	
(1)	The periodic fee for <i>fee-paying payment service providers</i> is calculated by <u>identifying the relevant activity group under Part 2 and then adding the minimum fee to an additional fee calculated by multiplying the tariff base identified in Part 3 of FEES 4 Annex 11R by the appropriate rates applying to each tranche of the tariff base as indicated in the table at Part 5. For <i>small payment institutions</i> and <i>small e-money issuers</i> <u>electronic money institutions</u> the tariff rates are not relevant and a flat fee is payable.</u>
	...

<u>Part 1A – Method for calculating the fee for fee-paying electronic money issuers</u>	
(1)	<u>The periodic fee for <i>fee-paying electronic money issuers</i> is calculated by identifying the relevant activity group under Part 2A and then multiplying the tariff base identified in Part 3 of FEES 4 Annex 11R by the appropriate rates applying to each tranche of the tariff base as indicated in the table at Part 5. For <i>small electronic</i></u>

	<u>money institutions</u> , the tariff rates are not relevant and a flat fee is payable.
(2)	<u>A fee-paying electronic money issuer may apply the relevant tariff bases and rates to non-UK business, as well as to its UK business, if:</u>
(a)	<u>it has reasonable grounds for believing that the costs of identifying the firm's UK business separately from its non-UK business in the way described in Part 3 of FEES 4 Annex 11R is disproportionate to the difference in fees payable; and</u>
(b)	<u>it notifies the FSA in writing at the same time as it provides the information concerned under FEES 4.4 (Information on which fees are calculated), or, if earlier, at the time it pays the fees concerned.</u>
(3)	<u>For a fee-paying electronic money issuer which is required to comply with FEES 4.4 (Information on which fees are calculated) and has not done so for this period:</u>
(a)	<u>the fee is calculated using (where relevant) the valuation or valuations of business applicable to the previous period, multiplied by the factor of 1.10;</u>
(b)	<u>an additional administrative fee of £250 is payable; and</u>
(c)	<u>the minimum total fee (including the administrative fee in (b)) is £650.</u>

Part 1B – Method for calculating the periodic fee where the firm is both a fee-paying payment service provider and a fee-paying electronic money issuer

Add the fee calculated under Part 1 to the fee calculated under Part 1A.

Part 2 – Activity groups relevant to fee-paying payment service providers

...

Activity group	Fee payer falls into this activity group if:
G.2 Certain deposit acceptors and <del>e-money issuers</del>	it is a <i>fee-paying payment service provider</i> not falling within any of the other fee-blocks in this table
G.3 Large payment institutions	it is a <i>fee-paying payment service provider</i> that is an <i>authorised payment institution</i> , an <i>EEA authorised payment institution</i> , <del>or</del> the Post Office Limited or a <i>fee-paying electronic money issuer</i> (except if it is a <i>small electronic money institution</i> )
G.4 Small payment institutions	it is a <i>fee-paying payment service provider</i> that is a <i>small payment institution</i> or a <del>small e-money issuer</del> <i>electronic money institution</i>

...	
-----	--

Part 2A – Activity groups relevant to fee-paying electronic money issuers

This table shows how the *electronic money* issuance by *fee-paying electronic money issuers* is linked to activity groups ('fee-blocks'). A *fee-paying electronic money issuer* can use the table to identify which fee-blocks it falls into based on its authorisation, registration or permission, as applicable.

<u>Activity group</u>	<u>Fee payer falls into this activity group if:</u>
<u>G.10 Large electronic money institutions</u>	<u>it is a <i>fee-paying electronic money issuer</i> (except if it is a <i>small electronic money institution</i>)</u>
<u>G.11 Small electronic money institutions</u>	<u>it is a <i>small electronic money institution</i></u>

Part 3

This table indicates the tariff base for each fee-block. The tariff base is the means by which the FSA measures the 'amount of business' conducted by *fee-paying payment service providers* and *fee-paying electronic money issuers*.

<u>Activity Group</u>	<u>Tariff base</u>
...	
<u>G.10</u>	<u>Average outstanding electronic money as defined under regulation 2(1) of the <i>Electronic Money Regulations</i>.  <u>This is the average total amount of financial liabilities related to <i>electronic money</i> in issue at the end of each calendar day over the preceding six calendar months (which is the period ending on the date set out under Part 4), calculated on the first calendar day of each calendar month and applied for that calendar month (£million).</u></u>
<u>G.11</u>	<u>Not applicable.</u>

Part 4 – Valuation period

This table indicates the valuation date for each fee-block. A *fee-paying payment service provider* and a *fee-paying electronic money issuer* can calculate its tariff data by applying the tariff bases set out in Part 2 3 with reference to the valuation dates shown in this table.

<u>Activity group</u>	<u>Valuation date</u>
-----------------------	-----------------------

...	
Where a <i>fee-paying payment service provider's</i> <u>the tariff data of a fee-paying payment service provider or a fee-paying electronic money issuer</u> is in a currency other than sterling, it must be converted into sterling at the exchange rate prevailing on the relevant valuation date.	
G.2	For <i>banks, e-money issuers</i> and <i>building societies</i> as in FEES 4 Annex 1R Part 3.
...	
<u>G.10</u>	<u>31 December.</u>
<u>G.11</u>	<u>Not relevant.</u>

Part 5 – Tariff rates		
Activity group	Fee payable in relation to <del>2010/11</del> <u>2011/12</u>	
G2	Minimum fee (£)	400
	£ million or part £m of Modified Eligible Liabilities (MELS)	Fee (£/£m or part £m of MELS)
	> 0.1	<del>0.42292</del> <u>0.45265</u>
	> 0.25	<del>0.42292</del> <u>0.45265</u>
	> 1.0	<del>0.42292</del> <u>0.45265</u>
	> 10.0	<del>0.42292</del> <u>0.45265</u>
	> 50.0	<del>0.42292</del> <u>0.45265</u>
	> 500.0	<del>0.42292</del> <u>0.45265</u>
G.3	Minimum fee (£)	400
	£ thousands or part £ thousand of Relevant Income	Fee (£/£thousand or part £ thousand of Relevant Income)
	<del>≥0.1</del> <u>≥ 100</u>	<del>0.48508</del> <u>0.29950</u>
	<del>≥0.25</del> <u>≥ 250</u>	<del>0.48508</del> <u>0.29950</u>



	$\geq 1.0 > 1000$	<u>0.48508</u> <u>0.29950</u>
	$\geq 10.0 > 10,000$	<u>0.48508</u> <u>0.29950</u>
	$\geq 50.0 > 50,000$	<u>0.48508</u> <u>0.29950</u>
	$\geq 500.0 > 500,000$	<u>0.48508</u> <u>0.29950</u>
...		
<u>G.10</u>	<u>Minimum fee (£)</u>	<u>1,500</u>
	<u>£million or part £m of average outstanding electronic money (AOEM)</u>	<u>Fee (£/£m or part £m of AOEM)</u>
	<u>&gt;5.0</u>	<u>150.00</u>
<u>G.11</u>	<u>£1,000</u>	

Part 6 – Permitted deductions for financial penalties pursuant to regulation 85 of the Payment Services Regulations and regulation 51 of the Electronic Money Regulations, as applicable

*Fee-paying payment service providers and fee-paying electronic money issuers* may make deductions as provided in this Part.

Activity group	Nature of deduction	Amount of deduction
G.2	Financial penalties received	<del>0.0%</del> <u>0.1%</u>
G.3	Financial penalties received	<del>0.0%</del> <u>0.1%</u>
G.4	Financial penalties received	<del>0.0%</del> <u>0.1%</u>
G.5	Financial penalties received	<del>0.0%</del> <u>0.1%</u>
<u>G.10</u>	<u>Financial penalties received</u>	<u>0.1%</u>
<u>G.11</u>	<u>Financial penalties received</u>	<u>0.1%</u>

Part 7 – This table shows the modifications to fee tariffs that apply to *EEA authorised payment institutions*, *EEA authorised electronic money institutions*, and *full credit institutions* and *e-money issuers* that are *EEA firms*.

Activity group	Percentage deducted from the tariff payable under Part 5 applicable to the firm	Minimum amount payable

G.2	40%	
G.3	40%	
<u>G.10</u>	<u>40%</u>	

...

## 5 Financial Ombudsman Service Funding

...

- 5.1.1A R A reference to “*firm*” in this chapter includes a reference to a *fee-paying payment service provider* and *fee-paying electronic money issuer* except in *FEES 5.5* and where “*firm*” is used elsewhere in this chapter in connection with the obligation to pay case fees.

...

- 5.4.1A D The information requirement set out under *FEES 5.4.1R* is applied under this direction to a *fee-paying payment service provider* and a *fee-paying electronic money issuer*.

...

- 5.8.2 R (1) This *rule* deals with the calculation of:
- (a) a *firm’s general levy* in the 12 months ending on the 31 March in which it obtains *permission*, or was authorised under the *Payment Services Regulations* or the *Electronic Money Regulations* or had its *permission* and/or *payment services* activities extended (“*relevant permissions*”) and the following 12 months ending on the 31 March; and

...

### 5 Annex 1 R Annual General Levy Payable in Relation to the Compulsory Jurisdiction for ~~2010/11~~ 2011/12

Introduction: annual budget

1. The *annual budget* for ~~2010/11~~ 2011/12 approved by the *FSA* is ~~£113.7m~~ £127.9m.

2. The total amount expected to be raised through the *general levy* in ~~2010/11~~ 2011/12 will be ~~£17.7m~~ £42.7m (net of £1.8m 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>	... For an <i>e-money firm</i> , the tariff base includes the number of <i>e-money accounts</i> multiplied by 0.15. (7) ...	<del>£0.0278</del> <u>£0.0643648</u> per relevant account subject to a minimum levy of £100
2-Insurers - general (excluding <i>firms</i> in blocks 13 and 15)	...	<del>£0.108</del> <u>£0.21626</u> per £1,000 of relevant gross premium income subject to a minimum levy of £100
3-The <i>Society</i> (of Lloyd's)	...	<del>£20,000</del> <u>£48,116</u> to be allocated by the <i>Society</i>
4-Insurers - life (excluding <i>firms</i> in block 15)	...	<del>£0.033</del> <u>£0.038445</u> per £1,000 of relevant adjusted gross premium income, subject to a minimum levy of £100
5 – Fund managers (including those holding <i>client money/assets</i> and not holding <i>client money/assets</i> )	...	Levy of <del>£200</del> <u>£485</u>
6 – <i>Operators, trustees and depositaries of collective investment schemes</i> and <i>operators of personal pension schemes</i> and <i>stakeholder pension schemes</i>	...	Levy of <del>£50</del> <u>£120</u>
7 – Dealers as principal	...	Levy of <del>£50</del> <u>£125</u>
8-Advisory <i>arrangers, dealers or brokers</i> holding and controlling <i>client money</i> and/or	...	<del>£35</del> <u>£36.98</u> per relevant <i>approved person</i> subject to a minimum levy of £35

assets		
9-Advisory <i>arrangers</i> , dealers or brokers not holding and controlling <i>client money</i> and/or assets	...	<del>£35</del> <u>£30.02</u> per relevant <i>approved person</i> subject to a minimum levy of £35
10 – Corporate finance advisers	...	Levy of <del>£50</del> <u>£130</u>
11-fee-paying <i>payment service providers</i> (but excluding <i>firms</i> in any other Industry block <u>except Industry block 18</u> )	For <i>authorised payment institutions</i> , <i>electronic money issuers</i> (except for <i>small electronic money institutions</i> ), the Post Office Limited, the Bank of England, government departments and local authorities, and <i>EEA authorised payment institutions</i> relevant income as described in <i>FEES 4 Annex 11R Part 3</i>	<del>£0.015</del> <u>£0.040854</u> per £1,000 of relevant income subject to a minimum levy of £75
	For <i>small payment institutions</i> and <i>small electronic-money institutions</i> <del><i>small e-money issuers</i></del> a flat fee	Levy of <del>£75</del> <u>£150</u>
...		
13 – Cash plan health providers	...	Levy of <del>£50</del> <u>£125</u>
14 – <i>Credit unions</i>	...	Levy of <del>£50</del> <u>£125</u>
15 – <i>Friendly societies</i> whose tax-exempt business represents 95% or more of their total relevant business	...	Levy of <del>£50</del> <u>£125</u>
16-Home finance providers, advisers and arrangers (excluding	...	Levy of <del>£90</del> <u>£110</u>

<i>firms</i> in blocks 13, 14 & 15)		
17-General insurance mediation (excluding <i>firms</i> in blocks 13, 14 & 15)	<i>Annual income</i> (as defined in <i>MIPRU</i> 4.3) relating to <i>firm's relevant business</i>	<del>£0.31</del> <u>£1.649277</u> per £1,000 of <i>annual income</i> (as defined in <i>MIPRU</i> 4.3) relating to <i>firm's relevant business</i> subject to a minimum levy of £85
<u>18 – fee-paying electronic money issuers</u>	For all <u>fee-paying electronic money issuers</u> except for <u>small electronic money institutions</u> , a flat fee  For <u>small electronic money institutions</u> , a flat fee	<u>£180</u>  <u>£180</u>

Notes	
...	
5	The <i>industry blocks</i> in the table are based on the equivalent activity groups set out in Part 1 of <i>FEES</i> 4 Annex 1R and Part 2 and Part 2A of <i>FEES</i> 4 Annex 11R.
6	Where the tariff base in the table is defined in similar terms as that for the equivalent activity group in Part 2 of <i>FEES</i> 4 Annex 1R or Part 3 of <i>FEES</i> 4 Annex 11R, it must be calculated in the same way as that tariff base - taking into account only the <i>firm's relevant business</i> .
7	<del>(1) An e-money account is, subject to (2), e-money that has been issued by an e-money firm issuer and which can reasonably be regarded as being held by the owner of the as a single balance and under the same arrangements. (2) An account that would be an electronic money account under (1) will not be one where, as at 31 December, it carries a nil balance and/or has been inactive for a period of 12 months or more. [deleted]</del>
...	

...

- 7.1.4 G Paragraph 12(1) of Part 2 of Schedule 1A to the *Act* enables the *FSA* to make rules requiring ~~any~~ certain *authorised persons* or *payment service providers*

~~or electronic money issuers or class of authorised persons or class of payment service providers~~ to pay to the FSA specified amounts or amounts calculated in a specified way in order to meet a proportion of:

...

...

- 7.1.10 G This chapter sets out the method by which the *CFEB* levy will be calculated. Details of the actual levy payable will vary from year to year, depending on the *CFEB*'s annual budget. These details are set out in *FEES* 7 Annex 1R. New details will be prepared and consulted on for each financial year.

#### Exemption

- 7.1.11 G A firm is not liable to pay a *CFEB* levy in relation to *payment services* or *electronic money* issuance if it is the Bank of England, a government department, a local authority, a municipal bank or the National Savings Bank.

...

- 7.2.1 R A firm must pay each *CFEB* levy applicable to it:
- (1) ...
  - (2) in accordance with the provisions of *FEES* 4.3.6R as modified by *FEES* 7.2.1AR.
- 7.2.1A R (1) For the purposes of *FEES* 7.2.1R(2), *FEES* 4.3.6R(1), as applied by *FEES* 7.2.8R, is modified so that if a firm's periodic fees for the previous financial year was at least £50,000, the firm must pay:
- (a) an amount equal to 50% of the *CFEB* levy payable for the previous year, by 30 April in the financial year to which the sum due under *FEES* 7.2.1R relates; and
  - (b) the balance of the *CFEB* levy due for the current financial year by 1 September in the financial year to which that sum relates.
- (2) For the purposes of *FEES* 7.2.1R(2), *FEES* 4.3.6R(2), as applied by *FEES* 7.2.8R, is modified so that if the firm's periodic fee for the previous financial year was less than £50,000, the firm must pay its *CFEB* levy in full by 1 July in the financial year to which that sum relates.

...

- 7.2.3 R The amount payable by a firm with respect to a particular activity group is calculated as follows:
- (1) calculate the size of the firm's tariff base for that activity group using the tariff base calculations in Part 2 of *FEES* 4 Annex 1R and Part 3 of *FEES* 4 Annex 11R and the valuation date requirements in Part 3 of

*FEES 4 Annex 1R and Part 4 of FEES 4 Annex 11R;*

...

- 7.2.4 R For the purposes of *FEES 7.2.3R*:
- (1) a *firm* may apply the relevant tariff bases and rates to its non-UK business, as well as to its UK business, if:
    - (a) it has reasonable grounds for believing that the costs of identifying the *firm's* UK business separately from its non-UK business in the way described in Part 2 of *FEES 4 Annex 1R and Part 1 of FEES 4 Annex 11R* are disproportionate to the difference in fees payable; and

...

- (2) for a *firm* which has not complied with *FEES 4.4.2R* (Information on which fees are calculated) or *FEES 4.4.8D* (Information relating to payment services and the issuance of electronic money) for this period, the *CFEB* levy is calculated using (where relevant) the valuation or valuations of business applicable to the previous period, multiplied by the factor of 1.10.

- 7.2.5 R The modifications in Part 3 of *FEES 4 Annex 2R and Part 7 of FEES 4 Annex 11R* apply.

...

- 7.2.9A D *FEES 4.4.7D to FEES 4.4.9D* (Information relating to *payment services and the issuance of electronic money*) also apply to *FEES 7*.

- 7.2.10 G References in a *FEES 4 rule* incorporated into *FEES 7* by cross-reference to a periodic fee should be read as being to the *CFEB* levy. References in a *FEES 4 rule* incorporated into *FEES 7* to ~~fee-paying payment service providers, market operators, service companies, MTF operators, investment exchanges, clearing houses, designated professional bodies~~ or Solvency 2 Implementation fees, Solvency 2 Implementation Flat fees, Solvency 2 Special Project fees and Solvency 2 Special Project Flat fees should be disregarded.

...

- 7.2.12 R Table of *FEES 4* rules that correspond to *FEES 7* rules

FEES 4 rules	Corresponding FEES 7 rules
...	
<i>FEES 4.3.3 R</i>	<i>FEES 7.2.2R</i>

<u>FEES 4.3.3AR</u>	<u>FEES 7.2.2R</u>
<u>FEES 4.3.12R</u>	<u>FEES 7.2.5R</u>
<u>FEES 4.3.12AR</u>	<u>FEES 7.2.5R</u>
Part 1 of <u>FEES 4 Annex 2R</u>	Part 1 of <u>FEES 7 Annex 1R</u>
<u>Part 2 of FEES 4 Annex 11R</u>	<u>Part 1 of FEES 7 Annex 1R</u>
<u>Part 5 of FEES 4 Annex 11R</u>	<u>Part 1 of FEES 7 Annex 1R</u>

**7 Annex 1 R**      **CFEB levies for the period from 1 April ~~2010~~ 2011 to 31 March ~~2011~~ 2012**

Part 1

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

Activity Group	<i>CFEB levy payable</i>	
A.1	Band Width (£ million of Modified Eligible Liabilities (MELs))	Fixed sum (£/£m or part £m of MELs)
	> 10 - 140	<del>3.67</del> <u>5.01</u>
	> 140 - 630	<del>3.67</del> <u>5.01</u>
	>630 - 1,580	<del>3.67</del> <u>5.01</u>
	>1,580 - 13,400	<del>3.67</del> <u>5.01</u>
	>13,400	<del>3.67</del> <u>5.01</u>
	Note 1 For a <i>firm</i> in A.1 which has a limitation on its <i>permission</i> to the effect that it may <i>accept deposits</i> from <i>wholesale depositors</i> only, this levy is calculated as above less 30%.	



A.2	Band Width (no. of mortgages and/or <i>home finance transactions</i> )	Fixed sum (£/mortgage)
	>50 – 130	<del>0.10</del> <u>0.142</u>
	>130 – 320	<del>0.10</del> <u>0.142</u>
	>320 – 4,570	<del>0.10</del> <u>0.142</u>
	>4, 570 – 37,500	<del>0.10</del> <u>0.142</u>
	>37,500	<del>0.10</del> <u>0.142</u>
A.3	<b>Gross premium income (GPI)</b>	
	Band Width (£ million of GPI)	Fixed sum (£/£m or part £m of GPI)
	>0.5 – 10.5	<del>45.21</del> <u>55.74</u>
	>10.5 - 30	<del>45.21</del> <u>55.74</u>
	>30 - 245	<del>45.21</del> <u>55.74</u>
	>245 - 1, 900	<del>45.21</del> <u>55.74</u>
	>1,900	<del>45.21</del> <u>55.74</u>
	PLUS	
	<b>Gross technical liabilities (GTL)</b>	
	Band Width (£ million of GTL)	Fixed sum (£/£m of part £m of GTL)
	>1 – 12.5	<del>2.29</del> <u>3.01</u>
	>12.5 - 70	<del>2.29</del> <u>3.01</u>
	>70 - 384	<del>2.29</del> <u>3.01</u>
	>384 - 3,750	<del>2.29</del> <u>3.01</u>
>3,750	<del>2.29</del> <u>3.01</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 - 5	<del>56.32</del> <u>72.65</u>
	>5 - 40	<del>56.32</del> <u>72.65</u>
	>40 - 260	<del>56.32</del> <u>72.65</u>
	>260 - 4,000	<del>56.32</del> <u>72.65</u>
	>4,000	<del>56.32</del> <u>72.65</u>
	PLUS	
	<b>Mathematical reserves (MR)</b>	
	Band Width (£ million of MR)	Fixed sum (£/£m or part £m of MR)
	>1 – 20	<del>1.23</del> <u>1.57</u>
	>20 - 270	<del>1.23</del> <u>1.57</u>
	>270 - 7,000	<del>1.23</del> <u>1.57</u>
	>7,000 - 45,000	<del>1.23</del> <u>1.57</u>
	>45,000	<del>1.23</del> <u>1.57</u>
A.5	Band Width (£ million of Active Capacity (AC))	Fixed sum (£/£m or part £m of AC)
	>50 - 150	<del>4.25</del> <u>5.63</u>
	>150 - 250	<del>4.25</del> <u>5.63</u>
	>250 - 500	<del>4.25</del> <u>5.63</u>
	>500 - 1,000	<del>4.25</del> <u>5.63</u>
	>1,000	<del>4.25</del> <u>5.63</u>
A.6	Flat levy	<del>£120,590</del> <u>£159,941.90</u>
A.7	For class 1(C), (2) and (3) firms:	
	Band Width (£ million of Funds under Management)	Fixed sum (£/£m of part £m of FuM)

	(FuM))	
	>10 - 150	<del>0.68</del> <u>0.79</u>
	>150 - 2,800	<del>0.68</del> <u>0.79</u>
	>2,800 - 17,500	<del>0.68</del> <u>0.79</u>
	>17,500 - 100,000	<del>0.68</del> <u>0.79</u>
	>100,000	<del>0.68</del> <u>0.79</u>
	...	
A.9	Band Width (£ million of Gross Income (GI))	Fixed sum (£/£m of part £m of GI)
	>1 - 4.5	<del>83.19</del> <u>83.73</u>
	>4.5 - 17	<del>83.19</del> <u>83.73</u>
	>17 - 145	<del>83.19</del> <u>83.73</u>
	> 145 - 750	<del>83.19</del> <u>83.73</u>
	>750	<del>83.19</del> <u>83.73</u>
A.10	Band Width (no. of traders)	Fixed sum (£/trader)
	2 - 3	<del>253.40</del> <u>318.75</u>
	4 - 5	<del>253.40</del> <u>318.75</u>
	6 - 30	<del>253.40</del> <u>318.75</u>
	31 - 180	<del>253.40</del> <u>318.75</u>
	>180	<del>253.40</del> <u>318.75</u>
A.12	Band Width (no. of persons)	Fixed sum (£/person)
	2 - 5	<del>33.90</del> <u>43.13</u>
	6 - 35	<del>33.90</del> <u>43.13</u>
	36 - 175	<del>33.90</del> <u>43.13</u>
	176 - 1,600	<del>33.90</del> <u>43.13</u>
	>1,600	<del>33.90</del> <u>43.13</u>
	...	

A.13	For class (2) firms	
	Band Width (no. of persons)	Fixed sum (£/person)
	2 – 3	<del>102.10</del> <u>160.79</u>
	4 - 30	<del>102.10</del> <u>160.79</u>
	31 - 300	<del>102.10</del> <u>160.79</u>
	301 - 2,000	<del>102.10</del> <u>160.79</u>
	>2,000	<del>102.10</del> <u>160.79</u>
	...	
A.14	Band Width (no. of persons)	Fixed sum (£/person)
	2 – 4	<del>106.11</del> <u>126.34</u>
	5 - 25	<del>106.11</del> <u>126.34</u>
	26 - 80	<del>106.11</del> <u>126.34</u>
	81 - 199	<del>106.11</del> <u>126.34</u>
	>199	<del>106.11</del> <u>126.34</u>
A.18	Band Width (£ thousands of Annual Income (AI))	Fixed sum (£/£ thousand or part £ thousand of AI)
	>100 - 180	<del>0.85</del> <u>1.36</u>
	>180 - 1,000	<del>0.85</del> <u>1.36</u>
	>1,000 - 12,500	<del>0.85</del> <u>1.36</u>
	>12,500 - 50,000	<del>0.85</del> <u>1.36</u>
	>50,000	<del>0.85</del> <u>1.36</u>
A.19	Band Width (£ thousands of Annual Income (AI))	Fixed sum (£/£ thousand or part £ thousand of AI)
	>100 - 325	<del>0.20</del> <u>0.256</u>
	>325 - 10,000	<del>0.20</del> <u>0.256</u>
	>10,000 - 50,750	<del>0.20</del> <u>0.256</u>
	>50,750 - 250,000	<del>0.20</del> <u>0.256</u>

	>250,000	<del>0.20</del> <u>0.256</u>
<u>G.3</u>	<u>£ thousands or part £ thousand of Relevant Income</u>	<u>Fee (£/£thousand or part £ thousand of Relevant Income)</u>
	<u>&gt;100</u>	<u>0.04787</u>
	<u>&gt;250</u>	<u>0.04787</u>
	<u>&gt;1,000</u>	<u>0.04787</u>
	<u>&gt;10,000</u>	<u>0.04787</u>
	<u>&gt;50,000</u>	<u>0.04787</u>
	<u>&gt;500,000</u>	<u>0.04787</u>
<u>G.4</u>	<u>A flat fee of £10</u>	
<u>G.10</u>	<u>£ million or part £m of average outstanding electronic money (AOEM)</u>	<u>Fee (£/£m or part £m of AOEM)</u>
	<u>&gt; 5.0</u>	<u>12.00</u>
<u>G.11</u>	<u>A flat fee of £10</u>	
<u>Notes</u>		
<u>(1) The definitions of fee-blocks G5 and G10 under Part 2 and Part 2A of FEES 4 Annex 11R are modified, for the purposes of FEES 7, so that they exclude the Bank of England, government departments, local authorities, municipal banks and the National Savings Bank.</u>		
<u>(2) The definitions of those fee-blocks are further amended to exclude EEA firms and those firms which hold a Part IV permission.</u>		

Part 2	
(1)	...
(2)	...
(3)	A firm is referred to in this paragraph if it falls within the following activity groups: A.1; A.2; A.3 (excluding UK ISPVs); A.4; A.5; A.7; A.9; A.10; A.12; A.13; A.14; A.18; <del>and</del> A.19; <u>G.3 and G.10.</u>

...

**TP 6 Transitional arrangements in relation to the introduction of the Electronic Money Regulations**

...

6.2.3 G ...

**6.3 Periodic fees**

6.3.1 G *A person subject to the transitional arrangements in regulation 74 of the Electronic Money Regulations will be deemed to be an authorised electronic money institution during the transitional period applicable to it. It will also retain its Part IV permission in relation to electronic money.*

6.3.2 G *A person subject to those transitional arrangements will be liable for the periodic fees payable by an authorised electronic money institution.*

6.3.3 R (1) *This rule deals with periodic fees payable under FEES 4.3 by a person subject to the transitional regime in regulation 74 of the Electronic Money Regulations.*

(2) *The fees are calculated as if the person had been an authorised electronic money institution from the beginning of the FSA's financial year 2011/12.*

(3) *The fees for the FSA's financial year 2011/12 are based on information supplied by the person before the periodic fee becomes payable.*

(4) *If the person has notified the FSA that it wishes to be registered as a small electronic money institution and it is registered as a small electronic money institution under regulation 74 during a financial year of the FSA then, for the purpose of the periodic fees for that financial year, it is treated as remaining as an authorised electronic money institution. Therefore no periodic fee is payable for that financial year in its capacity as a small electronic money institution.*

6.3.4 R *If the transitional period under the Electronic Money Regulations comes to an end during a financial year of the FSA without the person being included by the FSA in the register as an authorised electronic money institution or as a small electronic money institution, periodic fees due at the start of that financial year must be paid immediately after the end of that transitional period.*

6.3.5 R (1) *This rule deals with periodic fees payable under FEES 4.3 by a person subject to the transitional regime in regulation 76 of the Electronic Money Regulations.*

- (2) Such an issuer is treated as a *small electronic money institution*. However the periodic fee is the same as the periodic fee for fee block G4 not fee block G11.
- (3) If the *person* has notified the *FSA* that it wishes to be registered as a *small electronic money institution* and it is so registered during a financial year of the *FSA*, then while the transitional period under regulation 76 is still current in any part of that financial year, for the purpose of the periodic fees for that financial year, it is treated as remaining as a *small electronic money institution*.
- (4) If the *person* has notified the *FSA* that it wishes to be authorised as an *authorised electronic money institution* and it is so authorised during a financial year of the *FSA*, then while the transitional period under regulation 76 is still current in any part of that financial year then, for the purpose of the periodic fees for that financial year:
- (a) it is treated in the same way as a newly authorised *authorised electronic money institution*; but
- (b) any periodic fee paid or payable for that financial year under (2) is taken into account so that no additional periodic fee is paid under (2).
- 6.3.6 G The transitional arrangements in regulation 75 of the *Electronic Money Regulations* deal with a *person* other than a *credit institution* that issued *electronic money* in the *United Kingdom* under an *EEA* passport. It may continue until 30th October 2011 to carry on that activity.
- 6.3.7 R (1) This rule deals with periodic fees payable under FEES 4.3 by a *person* subject to the transitional regime in regulation 75 of the *Electronic Money Regulations*.
- (2) During the transitional period under the *Electronic Money Regulations* the *person* is treated as an *EEA authorised electronic money institution*. It is treated as having held this status from the beginning of the *FSA*'s financial year 2011/12.
- (3) The fees for the financial year 2011/12 are based on information supplied by the *person* before the periodic fee becomes payable.
- 6.3.8 G If the *person* becomes an *EEA authorised electronic money institution* during the transitional period under the *Electronic Money Regulations* it is treated as remaining as an *EEA authorised electronic money institution* during the *FSA*'s financial year 2011/12. Therefore no additional periodic fee is payable.
- 6.3.9 R If the transitional status of a *person* under the *Electronic Money Regulations* comes to an end before it gets its final status as an *electronic money issuer* under those regulations, any periodic fees that are due at the time its transitional status ends must be paid immediately thereafter.

**6.4**      **FOS general levy**

6.4.1      R      *FEES* TP 6.3 applies to the general levy described in *FEES* 5.3 in the same way as it does to periodic fees under *FEES* 4.3.

**6.5**      **CFEB levy**

6.5.1      R      *FEES* TP 6.3, except *FEES* TP 6.3.5, applies to the *CFEB* levy in the same way as it does to periodic fees under *FEES* 4.3.