

6 December 2019

Dear Client

## Fee Review 2020

As a recognised and licenced Financial Market Infrastructure ("FMI"), Strate performs a critical role in the clearing, settlement and recording of securities transactions for the South African financial markets. Maintaining a safe, efficient and sustainable FMI is crucial if we are to promote and enable financial stability and economic growth in our country.

Considering this in the context of the current economic environment and following our broad fee increase in 2019, Strate has elected to only increase the cap and floor adjustments to Ad Valorem fees with no rate increase. This will become effective 1 March 2020 and the updated fee schedules will be published on our website accordingly. The schedules which reflect the changes have been attached for your information.

A comprehensive review of our fee structures is currently underway, and it is our intent to complete this review during 2020. Consultation with the relevant stakeholders will commence during the first quarter of 2020.

Please let us know if you have any questions or would like to discuss further.

Please be assured of our continued efforts to ensure that Strate continues to serve the financial markets, taking the best interests of all parties into account.

Yours sincerely



Gregory Naicker  
Head: CSD Services



Sameera Dada  
Chief Financial Officer