

IPConcept (Luxemburg) S.A. regulation regarding the admission of counterparties for OTC derivative and securities financing transactions

The counterparties and/or financial counterparties (as defined in Article 3(3) of Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012 ("SFTR")) to derivative transactions, securities financing transactions and other techniques and instruments must be institutions subject to governmental prudential supervision and belong to one of the categories approved by the CSSF. They must also specialise in this type of transaction. IPConcept (Luxemburg) S.A. applies various quality criteria to the selection of counterparties. The following main conditions apply to admissible counterparties:

- Country of origin:
 - Counterparties have at least one head office in the European Economic Area or a G10 country.
 - Exclusion of legal entities registered in the United States and their branches in foreign countries.
- Minimum credit rating
 - The counterparty must have a minimum Investment Grade credit rating.
 - If the credit rating is A- or below, additional quality criteria apply.
- Contractual agreement regarding the provision of collateral.