

CONTENT		SUBTITLE	TITLE
<p> <ol class="crrNumList" style="list-style-type: none"> The classes of over-the-counter (OTC) derivatives set out in the Annex shall be subject to the clearing obligation. <p>The classes of OTC derivatives set out in the Annex shall not include contracts concluded with covered bond issuers or with cover pools for covered bonds, provided those contracts satisfy all of the following conditions:</p> <ol class="crrCharList" style="list-style-type: none"> they are used only to hedge the interest rate or currency mismatches of the cover pool in relation with the covered bond; they are registered or recorded in the cover pool of the covered bond in accordance with national covered bond legislation; they are not terminated in case of resolution or insolvency of the covered bond issuer or the cover pool; the counterparty to the OTC derivative concluded with covered bond issuers or with cover pools for covered bonds ranks at least pari passu with the covered bond holders except where the counterparty to the OTC derivative concluded with covered bond issuers or with cover pools for covered bonds is the defaulting or the affected party, or waives the pari passu rank; the covered bond meets the requirements of Article 129 of Regulation (EU) No 575/2013 of the European Parliament and of the Council Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012 (OJ L 176, 27.6.2013, p. 1). and is subject to a regulatory collateralisation requirement of at least 102 %. </p>		Classes of OTC derivatives subject to the clearing obligation	Article 1
<p> <ol class="crrNumList" style="list-style-type: none"> <p>For the purposes of Articles 3 and 4, the counterparties subject to the clearing obligation shall be divided in the following categories:</p> <ol class="crrCharList" style="list-style-type: none"> Category 1, comprising counterparties which, on the date of entry into force of this Regulation, are clearing members, within the meaning of Article 2(14) of Regulation (EU) No 648/2012, for at least one of the classes of OTC derivatives set out in the Annex to this Regulation, of at least one of the CCPs authorised or recognised before that date to clear at least one of those classes; Category 2, comprising counterparties not belonging to Category 1 which belong to a group whose aggregate month-end average of outstanding gross notional amount of non-centrally cleared derivatives for January, February and March 2016 is above EUR 8 billion and which are any of the following: <ol class="crrRomanList" style="list-style-type: none"> financial counterparties; alternative investment funds as defined in Article 4(1)(a) of Directive 2011/61/EU of the European Parliament and of the Council Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No </p>			

ARTICLE

1060/2009 and (EU) No 1095/2010 (OJ L 174, 1.7.2011, p. 1). that are non-financial counterparties;

Category 3, comprising counterparties not belonging to Category 1 or Category 2 which are any of the following:

- financial counterparties;
- alternative investment funds as defined in Article 4(1)(a) of Directive 2011/61/EU that are non-financial counterparties;
- Category 4, comprising non-financial counterparties that do not belong to Category 1, Category 2 or Category 3.

For the purposes of calculating the group aggregate month-end average of outstanding gross notional amount referred to in point (b) of paragraph 1, all of the group's non-centrally cleared derivatives, including foreign exchange forwards, swaps and currency swaps, shall be included.

Where counterparties are alternative investment funds as defined in Article 4(1)(a) of Directive 2011/61/EU or undertakings for collective investment in transferable securities as defined in Article 1(2) of Directive 2009/65/EC of the European Parliament and of the Council Directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS) (OJ L 302, 17.11.2009, p. 32)., the EUR 8 billion threshold referred to in point (b) of paragraph 1 of this Article shall apply individually at fund level.

In respect of contracts pertaining to a class of OTC derivatives set out in the Annex, the clearing obligation shall take effect on:

- 21 June 2016 for counterparties in Category 1;
- 21 December 2016 for counterparties in Category 2;
- 21 June 2019 for counterparties in Category 3;
- 21 December 2018 for counterparties in Category 4.

Where a contract is concluded between two counterparties included in different categories of counterparties, the date from which the clearing obligation takes effect for that contract shall be the later date.

By way of derogation from paragraph 1, in respect of contracts pertaining to a class of OTC derivatives set out in the Annex and concluded between counterparties which are part of the same group and where one counterparty is established in a third country and the other counterparty is established in the Union, the clearing obligation shall take effect on:

- 21 December 2020 in case no equivalence decision has been adopted pursuant to Article 13(2) of Regulation (EU) No 648/2012 for the purposes of Article 4 of that Regulation covering the OTC derivative contracts set out in the Annex to this Regulation in respect of the relevant third country; or
- the later of the following dates in case an equivalence decision has been adopted pursuant to Article 13(2) of Regulation (EU) No 648/2012 for the purposes of Article 4 of that Regulation covering the OTC derivative contracts referred to in the Annex to this

DOCUMENT SECTION

Regulation in respect of the relevant third country;

- 60 days after the date of entry into force of the decision adopted pursuant to Article 13(2) of Regulation (EU) No 648/2012 for the purposes of Article 4 of that Regulation covering the OTC derivative contracts referred to in the Annex to this Regulation in respect of the relevant third country;
- the date when the clearing obligation takes effect pursuant to paragraph 1.

This derogation shall only apply where the counterparties fulfil the following conditions:

- the counterparty established in a third country is either a financial counterparty or a non-financial counterparty;
- the counterparty established in the Union is:

- a financial counterparty, a non-financial counterparty, a financial holding company, a financial institution or an ancillary services undertaking subject to appropriate prudential requirements and the counterparty referred to in point (a) is a financial counterparty; or
- either a financial counterparty or a non-financial counterparty and the counterparty referred to in point (a) is a non-financial counterparty;

both counterparties are included in the same consolidation on a full basis in accordance to Article 3(3) of Regulation (EU) No 648/2012;

both counterparties are subject to appropriate centralised risk evaluation, measurement and control procedures;

the counterparty established in the Union has notified its competent authority in writing that the conditions laid down in points (a), (b), (c) and (d) are met and, within 30 calendar days after receipt of the notification, the competent authority has confirmed that those conditions are met.

Dates from which the clearing obligation takes effect

Article 3

For financial counterparties in Category 1, the minimum remaining maturity referred to in point (ii) of Article 4(1)(b) of Regulation (EU) No 648/2012, at the date the clearing obligation takes effect, shall be:

- 50 years for contracts entered into or novated before 21 February 2016 that belong to the classes in Table 1 or Table 2 set out in the Annex;
- 3 years for contracts entered into or novated before 21 February 2016 that belong to the classes of Table 3 or Table 4 of the Annex;
- 6 months for contracts entered into or novated on or after 21 February 2016 that belong to the classes of Table 1 to Table 4 of the Annex.

For financial counterparties in Category 2, the minimum remaining maturity referred to in point (ii) of Article 4(1)(b) of Regulation (EU) No 648/2012, at the date the clearing obligation takes effect, shall be:

- 50 years for contracts entered into or novated before 21 May 2016 that belong to the classes in Table 1 or Table 2 set out in the Annex;
- 3 years for contracts entered into or novated before 21 May 2016 that belong to the classes of Table 3 or Table 4 of the Annex;
- 6 months for contracts entered into or novated on or after 21

Minimum remaining maturity

Article 4

May 2016 that belong to the classes of Table 1 to Table 4 of the Annex.		
<p>For financial counterparties in Category 3 and for transactions referred to in Article 3(2) of this Regulation concluded between financial counterparties, the minimum remaining maturity referred to in point (ii) of Article 4(1) (b) of Regulation (EU) No 648/2012, at the date the clearing obligation takes effect, shall be:</p> <ol class="crrCharList" style="list-style-type: none">50 years for contracts that belong to the classes of Table 1 or Table 2 of the Annex;3 years for contracts that belong to the classes of Table 3 or Table 4 of the Annex. <p>Where a contract is concluded between two financial counterparties belonging to different categories or between two financial counterparties involved in transactions referred to in Article 3(2), the minimum remaining maturity to be taken into account for the purposes of this Article shall be the longer remaining maturity applicable.</p>		
<div class="crrArticle">This Regulation shall enter into force on the twentieth day following that of its publication in the Official Journal of the European Union.</div>	Entry into force	Article 5

•

CONTENT	SUBTITLE	TITLE																																																								
<p>Interest rate OTC derivatives classes subject to the clearing obligation</p> <div style="margin-bottom:10px;"><table><caption>Table 1</caption><caption>Basis swaps classes</caption><caption></caption><tr><th>id</th><th>Type</th><th>Reference Index</th><th>Settlement Currency</th><th>Maturity</th><th>Settlement Currency Type</th><th>Optionality</th><th>Notional Type</th></tr><tr><td>A.1.1</td><td>Basis</td><td>Euribor</td><td>EUR</td><td>28D-50Y</td><td>Single currency</td><td>No</td><td>Constant or variable</td></tr><tr><td>A.1.2</td><td>Basis</td><td>LIBOR</td><td>GBP</td><td>28D-50Y</td><td>Single currency</td><td>No</td><td>Constant or variable</td></tr><tr><td>A.1.3</td><td>Basis</td><td>LIBOR</td><td>JPY</td><td>28D-30Y</td><td>Single currency</td><td>No</td><td>Constant or variable</td></tr><tr><td>A.1.4</td><td>Basis</td><td>LIBOR</td><td>USD</td><td>28D-50Y</td><td>Single currency</td><td>No</td><td>Constant or variable</td></tr></table></div> <div style="margin-bottom:10px;"><table><caption>Table 2</caption><caption>Fixed-to-float interest rate swaps classes</caption><caption></caption><tr><th>id</th><th>Type</th><th>Reference Index</th><th>Settlement Currency</th><th>Maturity</th><th>Settlement Currency Type</th><th>Optionality</th><th>Notional Type</th></tr><tr><td>A.2.1</td><td>Fixed-to-float</td><td>Euribor</td><td>EUR</td><td>28D-50Y</td><td>Single currency</td><td>No</td><td>Constant or variable</td></tr></table></div>	id	Type	Reference Index	Settlement Currency	Maturity	Settlement Currency Type	Optionality	Notional Type	A.1.1	Basis	Euribor	EUR	28D-50Y	Single currency	No	Constant or variable	A.1.2	Basis	LIBOR	GBP	28D-50Y	Single currency	No	Constant or variable	A.1.3	Basis	LIBOR	JPY	28D-30Y	Single currency	No	Constant or variable	A.1.4	Basis	LIBOR	USD	28D-50Y	Single currency	No	Constant or variable	id	Type	Reference Index	Settlement Currency	Maturity	Settlement Currency Type	Optionality	Notional Type	A.2.1	Fixed-to-float	Euribor	EUR	28D-50Y	Single currency	No	Constant or variable		
id	Type	Reference Index	Settlement Currency	Maturity	Settlement Currency Type	Optionality	Notional Type																																																			
A.1.1	Basis	Euribor	EUR	28D-50Y	Single currency	No	Constant or variable																																																			
A.1.2	Basis	LIBOR	GBP	28D-50Y	Single currency	No	Constant or variable																																																			
A.1.3	Basis	LIBOR	JPY	28D-30Y	Single currency	No	Constant or variable																																																			
A.1.4	Basis	LIBOR	USD	28D-50Y	Single currency	No	Constant or variable																																																			
id	Type	Reference Index	Settlement Currency	Maturity	Settlement Currency Type	Optionality	Notional Type																																																			
A.2.1	Fixed-to-float	Euribor	EUR	28D-50Y	Single currency	No	Constant or variable																																																			

ARTICLE

</tr> <tr> <td>A.2.2</td> <td>Fixed-to-
float</td> <td>LIBOR</td> <td>GBP</td>
<td>28D-50Y</td> <td>Single
currency</td> <td>No</td> <td>Constant
or variable</td> </tr> <tr> <td>A.2.3</td>
<td>Fixed-to-float</td> <td>LIBOR</td>
<td>JPY</td> <td>28D-30Y</td> <td>
>Single currency</td> <td>No</td> <td>
>Constant or variable</td> </tr> <tr> <td>
>A.2.4</td> <td>>Fixed-to-float</td> <td>
>LIBOR</td> <td>>USD</td> <td>>28D-
50Y</td> <td>>Single currency</td> <td>
>No</td> <td>>Constant or variable</td>
</tr> </table></div> <div style="margin-
bottom:10px;"><table> <caption>Table
3<caption>Forward rate agreement
classes</caption> </caption> <tr> <th>
>id</th> <th>>Type</th> <th>>Reference
Index</th> <th>>Settlement Currency</th>
<th>>Maturity</th> <th>>Settlement
Currency Type</th> <th>>Optionality</th>
<th>>Notional Type</th> </tr> <tr> <td>
>A.3.1</td> <td>>FRA</td> <td>
>Euribor</td> <td>>EUR</td> <td>>3D-
3Y</td> <td>>Single currency</td> <td>
>No</td> <td>>Constant or variable</td>
</tr> <tr> <td>>A.3.2</td> <td>>FRA</td>
<td>>LIBOR</td> <td>>GBP</td> <td>>3D-
3Y</td> <td>>Single currency</td> <td>
>No</td> <td>>Constant or variable</td>
</tr> <tr> <td>>A.3.3</td> <td>>FRA</td>
<td>>LIBOR</td> <td>>USD</td> <td>>3D-
3Y</td> <td>>Single currency</td> <td>
>No</td> <td>>Constant or variable</td>
</tr> </table></div> <div style="margin-
bottom:10px;"><table> <caption>Table
4<caption>Overnight index swaps
classes</caption> </caption> <tr> <th>
>id</th> <th>>Type</th> <th>>Reference
Index</th> <th>>Settlement Currency</th>
<th>>Maturity</th> <th>>Settlement
Currency Type</th> <th>>Optionality</th>
<th>>Notional Type</th> </tr> <tr> <td>
>A.4.1</td> <td>>OIS</td> <td>
>EONIA</td> <td>>EUR</td> <td>>7D-
3Y</td> <td>>Single currency</td> <td>
>No</td> <td>>Constant or variable</td>
</tr> <tr> <td>>A.4.2</td> <td>>OIS</td>
<td>>FedFunds</td> <td>>USD</td> <td>
>7D-3Y</td> <td>>Single currency</td> <td>
>No</td> <td>>Constant or variable</td>
</tr> <tr> <td>>A.4.3</td> <td>>OIS</td>
<td>>SONIA</td> <td>>GBP</td> <td>>7D-
3Y</td> <td>>Single currency</td> <td>
>No</td> <td>>Constant or variable</td>
</tr> </table></div>

Interest
rate OTC
derivatives
classes
subject to
the
clearing
obligation

ANNEX

SUBTITLE

TITLE