**MIR 2.15.4(e) 2 1**

**Information, evidence and explanatory material (including supporting documentation) necessary to demonstrate to the Regulator that the Recognition Requirements will be met.**

| **MIR** | **Requirements** | **Information, evidence and explanatory material** |
| --- | --- | --- |
| **2.2** | **Suitability** | (c1)Organisational Structure of The Exchange and Description - Chapter 1 - 3  (c2)Organisational Structure of The Clearing House and Description - Chapter 1 - 3  (c3)Key Individual Candidates  (d5)Exchange Compliance Manual - Chapter 11.2:Conflicts of Interest Involving Named Parties in Interest  (d7)Clearing House Compliance Manual - Chapter 11.2:Conflicts of Interest Involving Named Parties in Interest |
| **2.3** | **Governance** | (c1)Organisational Structure of The Exchange and Description - Chapter 2  (c2)Organisational Structure of The Clearing House and Description - Chapter 2 |
| **2.4.1-2.4.2** | **Financial resources** | (i)Business Plan - Chapter 5, AppendixII\_Human Resources Planning and Financial Statement Forecast  (n1)Internal Systems For Financial Control and Arrangements For Risk Management of the Exchange - Chapter 2  (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House - Chapter 2  (o)CounterParty Risk Management |
| **2.4.3** | **Capital requirements** | Please refer to "the answer to 3.2" |
| **2.4.4** | **Capital requirements** | Please refer to "the answer to 4.2" |
| **2.4.5-2.4.6** | **Capital requirements** | (n1)Internal Systems For Financial Control and Arrangements For Risk Management of the Exchange - Chapter 2  (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House - Chapter 2 |
| **2.4.7** | **Accounting information and standards** | (n1)Internal Systems For Financial Control and Arrangements For Risk Management of the Exchange - Chapter 2.2.1:Financial Control Procedures  (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House - Chapter 2.2.1:Financial Control Procedures |
| **2.4.8-2.4.9** | **Counterparty, market, operational and other risks** | (d3)Clearing Rulebook - Chapter 6 Events of Breach, Chapter 8 Default Fund  (d4)Clearing Procedure  (n1)Internal Systems For Financial Control and Arrangements For Risk Management of the Exchange - 2.2.2 The Operational Risk Control Procedures  (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House - 2.2.2 Risk Management Control  (o)CounterParty Risk Management |
| **2.5.1-2.5.2** | **Systems, controls and conflicts** | (c1)Organisational Structure of The Exchange and Description  (c2)Organisational Structure of The Clearing House and Description  (d5)Exchange Compliance Manual - Chapter 8:The Exchange's Systems and Controls  (d7)Clearing House Compliance Manual - Chapter 8:The Clearing House's Systems and Controls  (l)IT System Plan - Chapter 2:System Solution  (l)IT System Plan - Chapter 5:Operation and Maintenance Management |
| **2.5.3** | **General safeguards for investors** | (d1)Trading Rulebook - Chapter 7 Compliance  (d5)Exchange Compliance Manual - Chapter15:Market Surveillance, Financial Crime and Market Abuse  (d7)Clearing House Compliance Manual - Chapter18: Misconduct and Financial Crimes  (l)IT System Plan - Chapter 2.2.3:Security  (w)Market Abuse Financial Crime and AML |
| **2.5.4-2.5.6** | **Promotion and maintenance of standards** | (q)Procedure for the Notification of Regulatory Information |
| **2.5.9-2.5.14** | **Conflicts of interest** | (d5)Exchange Compliance Manual - Chapter11:Conflicts of Interest; Chapter12:Code of Business Conduct and Ethics  (d7)Clearing House Compliance Manual - Chapter11:Conflicts of Interest; Chapter12:Code of Business Conduct and Ethics  (p)Safeguarding Confidential Information and Handling Conflicts of Interest |
| **2.5.15** | **Information transmission** | (p)Safeguarding Confidential Information and Handling Conflicts of Interest. |
| **2.5.16** | **Risk management** | (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House - Chapter 2  (o)CounterParty Risk Management |
| **2.5.17** | **Internal and external audit** | (d5)Exchange Compliance Manual - Chapter8.5:Internal Audit; Chapter 8.6:External Audit  (d7)Clearing House Compliance Manual - Chapter8.5:Internal Audit; Chapter 8.6:External Audit |
| **2.5.18 -2.5.20** | **Information technology systems** | (l)IT System Plan |
| **2.5.21** | **Effecting and monitoring of transactions and operation of settlement arrangements** | (r)Monitoring and Enforcing Compliance |
| **2.5.22** | **Safeguarding and administration of assets** | (d3)Clearing Rulebook - Chapter 4:Clearing and Settlement |
| **2.5.23 - 2.5.24** | **Performance of Regulatory Functions** | (d5)Exchange Compliance Manual - Chapter 8: Systems and Controls; Chapter11:Conflicts of Interest  (d7)Clearing House Compliance Manual - Chapter 8: Systems and Controls; Chapter11:Conflicts of Interest |
| **2.6** | **Operational systems and controls** | (l)IT System Plan - Chapter 2.2.5:Scalability; Chapter 5.1:Operation and Maintenance Management; Chapter:5.3 Security  (l)IT System Plan - Chapter 5.1:Operation and Maintenance Management; Chapter:5.3 Security |
| **2.7** | **Transaction recording** | (l)IT System Plan - Chapter 4:Data Management  (l)IT System Plan - Chapter:5.1.9 Data Backup  (v)Recordkeeping |
| **2.8.1-2.8.6** | **Membership criteria and access** | (d1)Trading Rulebook - Chapter 3:Membership and Access  (d3)Clearing Rulebook - Chapter 3:Clearing Membership  (i)Business Plan - Chapter 4 Marketing Strategy  (u)Membership |
| **2.8.7 -2.8.11** | **Direct Electronic access** | (d1)Trading Rulebook - Chapter 3 Membership and Access |
| **2.9** | **Financial crime and market abuse** | (d1)Trading Rulebook - Chapter 7 Compliance  (d5)Exchange Compliance Manual - Chapter15:Market Surveillance, Financial Crime and Market Abuse; Chapter10.4 Whistle Blower Procedures  (d6)Exchange AML Manual  (d7)Clearing House Compliance Manual - Chapter18: Misconduct and Financial Crimes; Chapter10.4 Whistle Blower Procedures  (d8)Clearing House AML Manual  (w)Market Abuse Financial Crime and AML |
| **2.10** | **Custody** | (d3)Clearing Rulebook - Rule 414 Settlement Bank, Rule 415 Accounts and Segregation Rules  (d4)Clearing Procedure  (j)Details of Advisors  (r)Monitoring and Enforcing Compliance |
| **2.11** | **Rules and consultation** | (z)Business Rules Formulation and Amendment |
| **2.12** | **Discipline** | (aa)Discipline Appeal and Complaints - Chapter 3  (d1)Trading Rulebook - Chapter 8 Complaints, Chapter 9 Discipline and Appeal  (d3)Clearing Rulebook - Chapter 10 Complaints, Chapter 11 Discipline and Appeal  (d5)Exchange Compliance Manual - Chapter18:Discipline and Appeal  (d7)Clearing House Compliance Manual - Chapter21:Discipline and Appeal |
| **2.13** | **Complaints** | (aa)Discipline Appeal and Complaints - Chapter 1 - 2  (d5)Exchange Compliance Manual - Chapter16:Complaints; Section 17:Inquiries and Investigations  (d7)Clearing House Compliance Manual - Chapter19:Complaints; Section 20: Enforcement Powers of the Clearing House |
| **2.14** | **Outsourcing** | (d5) Exchange Compliance Manual - 8.11 Outsourcing  (d7)Clearing House Compliance Manual - 8.11 Outsourcing |
| **3.2** | **Capital requirements** | (n1)Internal Systems For Financial Control and Arrangements For Risk Management of the Exchange - Chapter 2.3.2.2 Capital Adequacy & Financial Management Ratios |
| **3.3** | **Fair and orderly trading** | (d1)Trading Rulebook - Chapter 5:Trading ; Chapter 6:Position Limits and Accountability Levels; Chapter7:Compliance  (d2) Trading Procedure  (i)Business Plan  (w)Market Abuse Financial Crime and AML |
| **3.5** | **Pre-trade transparency obligations** | (d1)Trading Rulebook - Chapter 11 Information Management  (d2)Trading Procedure |
| **3.6** | **Post-trade transparency obligation** | (d1)Trading Rulebook - Chapter 11 Information Management  (d2)Trading Procedure |
| **3.7** | **Public disclosure** | (d1)Trading Rulebook - Chapter 11 Information Management  (d2)Trading Procedure |
| **3.8** | **Settlement and Clearing Services** | (d1)Trading Rulebook - Rule 211:Clearing Required; Chapter 5:Trading |
| **3.9** | **Admission of Financial Instruments to trading** | (d1)Trading Rulebook - Chapter 4:Contracts  (x)Admission Criteria of Financial Instruments |
| **3.10** | **Default Rules** | (d1)Trading Rulebook - Chapter 3:Membership and Access; Chapter7:Compliance |
| **4.2** | **Capital requirements** | (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House - Chapter 2.3.2.2:Capital Adequacy & Financial Management Ratios |
| **4.3** | **Clearing and settlement** | (d3)Clearing Rulebook  (d4)Clearing Procedure  (i)Business Plan |
| **4.4** | **Admission of Financial Instruments to Clearing – investment criteria** | (d3)Clearing Rulebook - Rule 401:  (x)Admission Criteria of Financial Instruments |
| **4.5** | **Default Rules** | (d3)Clearing Rulebook - Chapter 6 Events of Breach  (d4)Clearing Procedure  (t)Default management procedures |
| **4.6** | **Stress testing of capital** | (n1)Internal Systems For Financial Control and Arrangements For Risk Management of the Exchange  (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House  (o)CounterParty Risk Management |
| **4.7** | **Risk management** | (d3)Clearing Rulebook - Chapter 8 Default Fund  (d4)Clearing Procedure  (n2)Internal Systems For Financial Control and Arrangements For Risk Management of the Clearing House  (o)CounterParty Risk Management  (r)Monitoring and Enforcing Compliance |
| **4.8** | **Money settlement** | (d3)Clearing Rulebook - Chapter3 Clearing Membership  (d4)Clearing Procedure |
| **4.9** | **Physical Delivery** | N/A |
| **4.10** | **Collateral and Margin** | (d3)Clearing Rulebook - Chapter3 Clearing Membership  (d4)Clearing Procedure  (o)CounterParty Risk Management |
| **4.11** | **Settlement finality** | (d3)Clearing Rulebook - Chapter3 Clearing Membership  (d4)Clearing Procedure |
| **4.12** | **Segregation and Portability** | (d3)Clearing Rulebook - Chapter3 Clearing Membership  (d4)Clearing Procedure  (t)Default management procedures |
| **4.13** | **Rules relating to Central Securities Depositories** | N/A |
| **5** | **Notification Rules for Recognized Bodies** | (q)Procedure for the Notification of Regulatory Information |