

LCH EquityClear

Pan-European Clearing for Equities

INTRODUCTION

EquityClear is LCH's pan-European clearing service for equities and ETFs, which operates across two CCPs:¹ LCH Ltd (registered in the UK) and LCH SA (registered in France). Collaboration with our market partners enables us to develop innovative solutions that enhance customers' risk management and mitigate systemic risk, while continuing to deliver operational and settlement efficiencies.

As a London Stock Exchange Group (LSEG) post-trade business, EquityClear benefits from material investment in its robust technology platform and highly skilled team, allowing the service to scale rapidly and efficiently. EquityClear has fully embraced LSEG's commitment to open opportunities through essential partnerships and provides clearing members and their clients with seamless connectivity to a wide choice of trading venues.

¹LCH Ltd and LCH SA are two distinct legal entities

AT A GLANCE

EquityClear has the capacity to clear large trading volumes, driven by the increasing activity of diverse market participants who achieve significant reductions in settlement costs through cross-trade venue settlement netting.

	Clearing Members	Non-Clearing Participants	Activity	CSDs	Average Daily Volume
LCH Ltd	30	>120	2.2bn record trade sides cleared in 2022	20	8.7m ADV in 2022
LCH SA	>50	>150	554m trade sides cleared in 2022	11	2.2m ADV in 2022

²Includes volumes cleared via co-CCPs in interoperability

KEY BENEFITS

EquityClear has been tried and tested during periods of extreme volatility and stress. Thanks to our rigorous risk management and resilient technology, our customers continue to benefit from:



Proven default management experience spanning more than 20 years



Efficient risk management using the proprietary Equity Risk Analysis (ERA) algorithm at LCH Ltd and a VaR/ Expected Shortfall model at LCH SA



Extensive settlement liquidity to support large-scale clearing



Investment in technology, such as the award winning MCCP clearing platform, for scale and resilience

KEY BENEFITS

The expanding network of EquityClear clearing members and their clients benefit from large-scale clearing of a broad and varied range of equities and equivalent products from exchanges and trading venues across multiple market segments and trade feeds.

Settlement is available in multiple central securities depositories (CSDs). LCH clearing members can use EquityClear to clear eligible equity transactions executed on any of the venues listed.

³ For ISINs listed on eligible Euronext exchanges

⁴ Amsterdam, Brussels, Dublin, Lisbon and Paris

⁵ Planned for 2023 and subject to Regulatory approval

⁶ Coming in 2023

Trade Sources

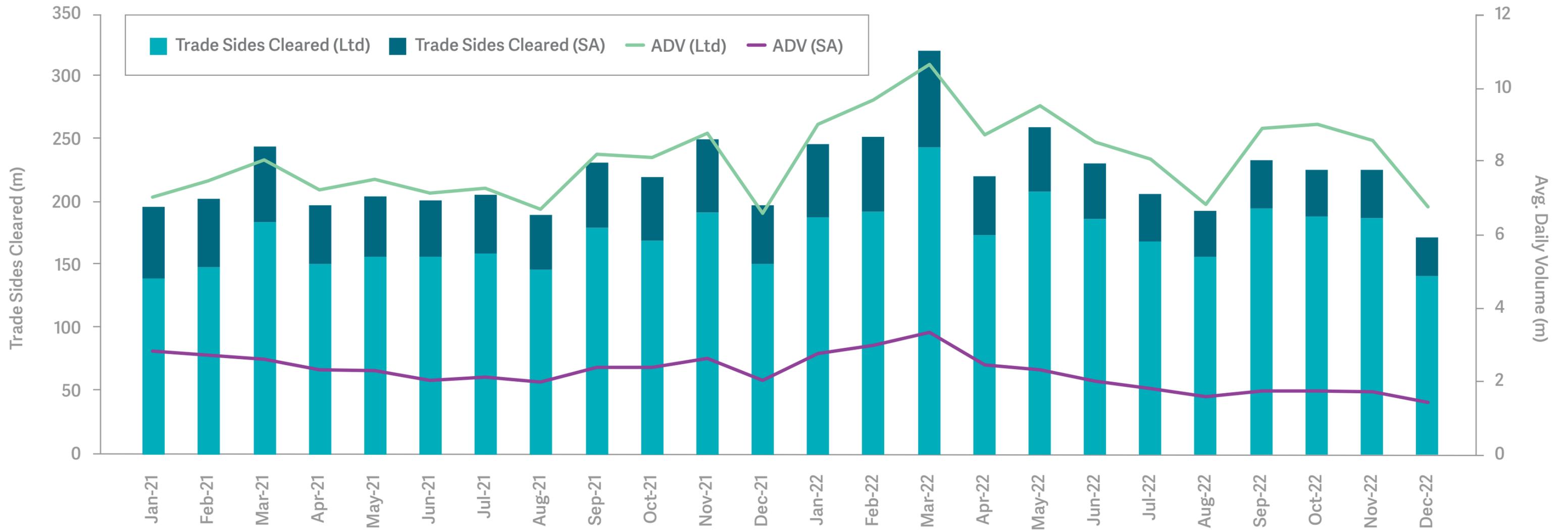
	LCH LTD	LCH SA
Aquis	Y	Y
BlockMatch	Y	
Bourse du Luxembourg		Y
Borsa Italiana	Y	
Cboe	Y	Y
Equiduct	Y	Y ³
Euronext		Y ⁴
LSE	Y	
Nasdaq Copenhagen	Y	
Nasdaq Helsinki	Y	
Nasdaq Stockholm	Y	
Nasdaq First North	Y	
Oslo Bors	Y	
Sigma-X MTF	Y	Y ⁵
SIX Swiss	Y	
TP ICAP MTF	Y	
Traiana	Y	Y ⁵
Turquoise	Y	Y

CSDs

	LCH LTD	LCH SA
CBF	Y	Y
CBL	Y	
CDCP	Y	
DTC	Y	
EUI (CREST)	Y	
Euroclear Bank	Y	Y
Euroclear BE	Y	Y
Euroclear FI	Y	
Euroclear FR	Y	Y
Euroclear NL	Y	Y
Euroclear SE	Y	
Euronext Securities Copenhagen	Y	
Euronext Securities Milan	Y	Y ⁶
Euronext Securities Oslo	Y	Y
Euronext Securities Porto	Y	Y
Iberclear	Y	Y ⁶
KDPW	Y	
KELER	Y	
OeKB	Y	Y ⁶
SIX SIS	Y	

CLEARING VOLUMES

LCH EquityClear Monthly Trade Sides Cleared

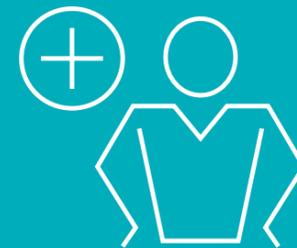


ENHANCED CUSTOMER SERVICE

Investment in technology and people at EquityClear, and collaboration with our market partners, allows us to continue innovating to meet the evolving needs of our customers. EquityClear clearing members and their clients benefit from:

- Collaboration on service development through the EquityClear Product Advisory Group
- A dedicated customer service team
- LCH Knowledge Centre, providing FAQs, support articles and the ability to raise support queries directly to the LCH customer service team via an online portal

Coming Soon to EquityClear:



Cleared Equity Swaps at LCH Ltd

Referencing UK, European, Swiss and US single name stocks listed on the main exchanges, cleared equity swaps will be available to LCH Ltd clearing members and clients.



Broader Connectivity

Expanding list of trading venues and CSDs across both LCH Ltd and LCH SA to assist with the build-out of preferred clearing.

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