LCH

CDSClear client clearing World's fastest-growing CDS clearing service

By joining LCH CDSClear, you access the broadest range of CDS products of any CCP globally as well as the fastest-growing pool of liquidity. This creates the opportunity for more offsets, driving down your IM and delivering unrivalled capital and operational efficiencies.

Why clients are choosing LCH CDSClear

1

Broadest product coverage

EUR and US products in a single CCP, creating more netting opportunities

2

European footprint

LCH CDSClear is a France-based clearing service of LCH SA, an EMIR-authorised CCP

3

Attractive commercial structure

Cost savings through reduced client clearing and account structure fees

4

Innovation

The first CCP clearing Credit Index Options

5

Asset protection through flexible account structures

A variety of segregation models with different levels of position and collateral protection (Individual and Omnibus Segregation) to calibrate the level of segregation in your portfolio 6

Operational efficiencies

Compression and netting of positions, as well as standardisation of systems/ processes for LCH clients — MarkitWire/ MTM, LCH Portal, Portfolio Margin Simulation, Connectivity and Direct Client Reporting

7

Margin efficiencies

Full portfolio margining across Indices, Single Names and Index Options



Liquidity on the rise

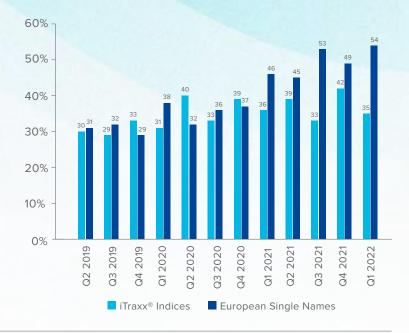
The CDS clearing landscape is changing, with LCH CDSClear volumes and market share surging for more than 18 months. This reflects the growing popularity of a service that meets the needs of both members and clients.

*Market segment share calculation is based on notional values from CDSClear www.lch.com and ICE www.theice.com.

Notional is double sided and includes notional cleared of both European and US products (notional cleared in USD have been converted in EUR).

Markit CDX™ and Markit iTraxx® are service marks of Markit North America Inc. and Markit Indices Limited and have been licensed for use by LCH SA. The Markit CDX™ and Markit iTraxx® indices referenced herein are the property of Markit North America Inc. and Markit Indices Limited and are used under license. The Index CDS eligible for clearing by LCH SA are not sponsored, endorsed, or promoted by Markit North America Inc. and Markit Indices Limited or any of its members

Liquidity watch*



A unique partnership

Built in partnership with the industry, CDSClear is not only the fastest-growing CDS clearing service in the world but also the only European service that allows clients to:

- 01. Cross-margin European and US Indices, Singles Names and Index Options in a single CCP
- 02. Clear Credit Index Options
- 03. Clear all Senior and Subordinated Financial Single Names, including CDS on member banks, enabling clients to clear Index arbitrage strategies to maximise margin efficiencies

Now, with even more opportunities on the horizon, there has never been a better time to join CDSClear as a client.



Contact us

Email <u>Ichsales@lseg.com</u>
Phone +44 (0) 20 7426 7000
Website <u>Ich.com/services/cdsclear</u>

Disclaimer

This document has been provided to you for informational purposes only and is intended as an overview of certain aspects of, or proposed changes to, the SwapClear, Listed Interest Rates, SwapAgent and/or any other service provided by LCH Group Holdings Limited ("LCH Group") or any of its group undertakings (group undertakings shall be construed in accordance with section 1161 of the Companies Act 2006; each an ("LCH Group Company").

LCH Limited is supervised by the Bank of England within the UK regulatory framework, registered as a derivatives clearing organisation with the U.S. Commodity Futures Trading Commission ("CFTC") and recognised as a third-country CCP under Regulation (EU) No. 648/2012 of the European Parliament and of the Council of 4 July 2012 on OTC derivatives, central counterparties and trade repositories ("EMIR"). LCH S.A. is regulated and supervised in France by the Autorité des Marchés Financiers, the Autorité de Contrôle Prudentiel et de Résolution and the Banque de France, authorised as an E.U. CCP under EMIR, registered as a derivatives clearing organisation with the CFTC and as a clearing agency with the U.S. Securities and Exchange Commission. LCH Limited and LCH S.A. also hold licenses or authorisations in other jurisdictions in which they offer their services. More information is available at www.lch.com.

The relationship of an LCH Group Company with its members is governed solely by its rulebook and certain other ancillary documentation, as applicable. This document does not, and does not purport to, contain a detailed description of any aspect of a service provided by an LCH Group Company or any other topics discussed in this document, and it has not been prepared for any specific person. This document does not, and does not seek to, constitute advice of any nature. You may not rely upon the contents of this document under any circumstance and should seek your own independent legal, investment, tax and other advice. The information and any opinion contained in this document does not constitute a recommendation or offer with respect to any derivative contract, financial instrument, security or service. No LCH Group Company makes any representation, warranty, condition or guarantee (whether express or implied) that the contents of this document are accurate, complete or up-to-date, and makes no commitment to offer any particular product or service. No LCH Group Company shall have any liability for any losses, claims, demands, actions, proceedings, damages, costs or expenses arising out of, or in any way connected with, the information contained in this document, except that each LCH Group Company accepts liability that cannot be excluded by applicable law.

Copyright © LCH Limited 2023. All rights reserved. Copyright © LCH S.A. 2023. All rights reserved. LCH SwapClear, LCH CDSClear, LCH ForexClear, LCH RepoClear, LCH EquityClear, LCH SwapAgent and €GCPlus are registered trademarks of LCH.