

€GC Plus on MTS

Centrally cleared tri-party repo secured financing

MTS Repo, our leading electronic European repo platform, supports trading of €GC Plus, a tri-party repo product initially developed by Banque de France in collaboration with LCH SA and Euroclear.

Why trade €GC Plus on MTS Repo?

Trading €GC Plus gives you access to secured euro cash funding with standardised baskets of collateral, and the confidence of trading through LCH SA, the largest clearing house for fixed income and repo in Europe, and Euroclear, the largest tri-party service provider in Europe.

The MTS Repo platform is a professional e-trading venue for real-time eurozone repo trading, pricing and liquidity, uniting market participants across Europe. The depth of counterparties and range of instruments combined with pricing transparency has made it a benchmark electronic trading platform for the European repo market.

Benefit From:

- Secured euro cash funding with standardised baskets of collateral
- Anonymous trading with novation and netting by LCH SA, offering balance sheet relief and lower regulatory capital cost
- ☑ Risk diversification for existing cleared GC products
- Access to the Eurosystem for credit operations, re-using received
- Access to a large counterparty base on MTS thanks to a fully interoperable collateral system between Euroclear Bank and Euroclear France / ESES
- ☑ DVP settlement along the full chain without the need to pre-fund to roll-over and settle repos
- ☑ Full re-use possible in triparty collateral management

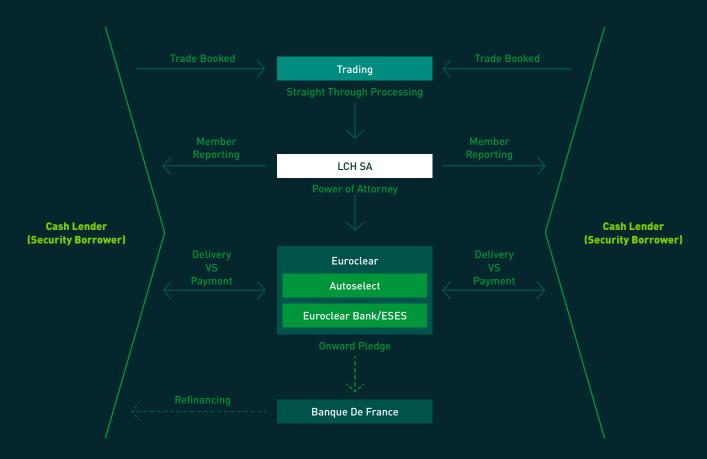
Two Liquid Collateral Baskets

Baskets based on liquid fixed income instruments eligible to Eurosystem's monetary operations:

Basket 1 – LCHC EURO-GCPLUS LCR EQUIVALENT XS0708254148

- High quality liquid assets
- ✓ Issuance rating higher than A- (Govies) AA- (other)

Basket 2 – LCHC EURO-GCPLUS ECB RESTRICTED XS0708254817





The Value Chain:

- ☑ Anonymous cash-driven trading via MTS
- ☑ Two baskets covering a large set of ECB eligible securities
- Intermediation of the CCP reduces regulatory capital cost
- Exposure netting at clearing level
- Robust risk management
- Automated collateral management provided by Euroclear

- Real-time substitution of securities
- ☑ Interoperability between Euroclear Bank and Euroclear France
- Full possibility of collateral re-use
- Potential for refinancing with Banque de France
- Future expansion to other NCBs being explored

Disclaimer Capitalised terms in this communication or publication shall have the meaning ascribed to them in the MTS Glossary document that can be found here. Additional regulatory information can be found here. MTS Group Regulatory Structure. This document is addressed to investment professionals only. Information in this publication may or may not have been provided by MTS S.p.A. and/or its group undertakings, and/or the individual authors [each a "party" and together the "parties"], but is made available without responsibility on the part of the parties. No action should be taken or omitted to be taken in reliance upon information in this publication and the information is not offered as and does not constitute professional, financial or investment addications. Alone of the parties accept any liability for the results of any action taken or omitted on the basis of the information in this document. It is in no way intended, directly or indirectly, to invite or induce you to engage in any investment activity or as an attempt to market or sell any type of financial instrument. Advice from a suitably qualified professional should always be sought in relation to any particular matter or circumstance. None of the parties make any representations or warranties of any kind in relation to this document and no responsibility is accepted by or on behalf of the parties for any errors, omissions, or inaccurate information. Third party advertisement in this document or otherwise. MTS, EuroMTS and their logo are registered trademarks of MTS S.p.A. Euronext and the Euronext logo are registered trademarks of Euronext N.Y. Information regarding trademark and intellectual property rights to located at www.euronext.com/terms-use. Other logos, organizations and company names referred to may be the trademarks of Euronext N.Y. Information regarding trademark and intellectual property rights is located at www.euronext.com/terms-use. Other logos, organizations and company names referred to may be the trademarks, or any other tradema

