

FrontLine SIX x-clear Ltd

T2S settlements

Migration of T2S MW4 markets to TARGET2-Securities (T2S)

1.0 Overview

As part of T2S Migration Wave 4, the CSDs Clearstream Banking Germany and OeKB Austria (hereinafter referred to as “T2S Wave 4 markets”) will migrate to the T2S platform. SIX x-clear Ltd, as a participant in these markets, will be adapting to T2S Wave 4 market requirements.

2.0 Effective date

6 February 2017.

3.0 Impact on members

Below are the standard settlement instruction (SSI) details of SIX x-clear Ltd for settlement in Wave 4 markets

Description	Germany	Austria
Place of settlement	DAKVDEFFXXX	OCSDATWWXXX
Receiving/delivering agent	INSECHZZTRA	INSECHZZTRA
Buyer/seller	CLRCHZZXXX	CLRCHZZXXX

SIX x-clear Ltd clearing members must provide their standard settlement instruction (SSI) details applicable for T2S Wave 4 markets to the SIX Solutions and Onboarding team on or before 27 January 2017.

Form 002C, as published at www.six-securities-services.com > Clearing > Member Information > Forms > SIX x-clear Ltd > III. Common Forms > Settlement standing instructions (SSI) notification form - Annex 2 to Form 002 "Market coverage and netting preferences for clients" (<https://www.six-securities-services.com/dam/downloads/clearing/forms/six-x-clear/clr-form-002C-x-clear-en.pdf>), is required to submit the new SSIs.

The below table summarizes the approach of SIX x-clear Ltd in routing settlement instructions to settlement locations during the transition phase. Clearing members of SIX x-clear Ltd are recommended to route settlement instructions appropriately to ensure matching and settlement.

Trade date	Settlement date	Settlement location	x-clear reporting to members	Transition phase
1 February	3 February	CBF/OeKB	Settlement details as applicable at CBF/OeKB	Pending settlement instructions at the settlement location (CBF/OeKB) will be migrated to CBF@T2S/OeKB@T2S automatically by CBF/OeKB. OeKB will cancel all the pending unmatched instructions as of 3 February close of business.
2 February	6 February	CBF@T2S/OeKB@T2S		

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Trade date	Settlement date	Settlement location	x-clear reporting to members	Transition phase
3 February	7 February		Settlement details as applicable at CBF@T2S/OeKB @ T2S	Using counterparty settlement details as applicable at CBF@T2S/OeKB@T2S
6 February	8 February			

- For the pending settlement instructions created on or before 2 February, the corresponding reports (RDXO436, RDXO437, RVXO443) generated by SIX x-clear Ltd from 3 February onwards will have the same settlement details as applicable during the creation of the settlement instruction.
- For settlement instructions created on or after 3 February, the reports generated by SIX x-clear Ltd will have SIX x-clear Ltd's SSI as in table in section 3 as applicable for T2S settlements.
- The SIX x-clear Ltd leg of settlement instructions generated for the trade date 3 February will be routed from SIX x-clear Ltd to T2S via CBF/OeKB only after the T2S system is operational for 6 February.
- The SIX x-clear Ltd member reporting for the trade date 3 February will follow the standard SIX x-clear Ltd reporting schedule.

4.0 Reference

Please refer to the FrontLine dated 7 December 2016 published at www.six-securities-services.com > Clearing > Member Information > Frontlines > "Migration of T2S MW4 markets to T2S platform".

The Settlement User Guide for SIX x-clear Ltd settlements is available at www.six-securities-services.com > Clearing > Member Information > Market Information > User Guides.

5.0 Contact

If you have any further questions, please contact your Relationship Manager. The contact details are mentioned in the list of SIX SIS contacts published at www.six-securities-services.com > Login > SIX SIS Private > Contacts > List of SIX SIS contacts.

In this context, SIX x-clear Ltd draws the Members' attention to clauses **7.1 lit. f.**, **chapter 17.0** and **25.3** General Terms and Conditions of SIX x-clear Ltd stipulating that the Member bears responsibility for the tax requirements and consequences of clearing with x-clear pursuant to the Applicable Law and that SIX x-clear Ltd assumes no liability for any charges or other negative consequences arising in conjunction with clearing through SIX x-clear Ltd that are a result of tax laws or ordinances issued by tax authorities pursuant to the Applicable Law.