

Date	2011-09-29
Title	Eligible Funds (Appendix 5)
Reference	NASDAQ OMX Default Fund Policy Paper

ELIGIBLE FUNDS

When a clearing member is obliged to contribute to NASDAQ OMX's default fund, the member can choose to fulfill its obligation by contributing eligible cash and/or eligible securities.

Eligible Cash

Eligible currencies are SEK, EUR, DKK, NOK, GBP and USD.

Eligible Securities

Eligible securities must meet the following criteria:

- Government bills and bonds issued by the governments of Denmark, Germany, Norway, Sweden or the UK.
- The bills and bonds should be denominated in the issuer's own currency.
- The term of the government bills and bonds should have a maximum remaining duration of ten years.
- Bonds should be bullets (i.e. not callable, sinkables, etc.)
- Bonds must not be index-linked securities.
- Minimum outstanding volume of the issue must be SEK 10 billion (or equivalent value in other currency).

If choosing to post securities to cover a default fund contribution, a request should be sent to NASDAQ OMX no later than three (3) bank days in advance of the requirement. NASDAQ OMX will determine if the bond is eligible to be accepted as a default fund contribution and will communicate its decision no later than one (1) bank day after the request is received.

In an interim period, until the future collateral management service is implemented within NASDAQ OMX, which is planned in the second half of 2012, a limited number of issues will be listed as eligible securities. Specification of these issues will be available when the default fund contribution notice is sent out to members. In the interim period, any request for new eligible securities should be sent to NASDAQ OMX no later than five (5) banking days in advance of the time for when the member wishes to post the security.

Procedures regarding call backs of excess funds and substitution of eligible funds will also be available when the default fund contribution notice is sent out.

Haircuts

Haircuts will be applied on any securities or currencies that are not denominated in the same currency as the requirement. The applicable haircuts on the securities and currencies will be published in an appendix to the rules.