

Appendix 1 - Minimum Requirements for Direct Pledge End-Customers

Requirement	Limit
Legal status	<i>Legal entity, fund, pension fund, foundation, government institution or municipality</i>
Domicile	<i>EU or EEA¹</i>
Regulation/Supervision	<i>Only applicable to investment funds, pension funds and foundations: Authorized by a public authority in the country of domicile</i>
Financial strength	<ul style="list-style-type: none"> • Legal entities: <i>Minimum restricted equity, 5 MSEK. If the restricted equity is less than 5 MSEK the customer can be approved if it has an investment grade rating by S&P and/or Moody's (BBB-/Baa3)</i> • Funds: <i>Minimum fund wealth 50MSEK</i> • Foundations: <i>Minimum foundation wealth 50 MSEK</i> • Pension funds: <i>Decision is taken by the Clearing Risk Committee on a case by case basis.</i> • Government institutions and municipalities are exempted
Suitability	<i>Deemed suitable as direct pledge end-customer</i>

General conditions

- 1) If any of the requirements is not fulfilled the applicant will be rejected.
- 2) All requirements must be fulfilled at all times. The Direct Pledge End-Customer shall therefore be obliged to provide the above listed information ("Information to request and review") both initially when opening up a new clearing account and on a continuous basis upon request.

The Clearing House can make exceptions to the above requirements if special cause exist and the potential customer is deemed fit and proper to conduct operations at the Clearing House. All exceptions will have to be approved by the Clearing Risk Committee.

¹ Under section 1.3.9 in the Rules, the Clearing Member is responsible vis-à-vis the Clearing House for ensuring that the Rules and the collateral arrangements pursuant to the Rules are legally binding in the Customer's home country and that the Rules are in all regards binding on the Customer and the Customer's bankruptcy estate or equivalent.