
AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

[...]

Part 3 Contracts Off-Book

[...]

Subpart 3.3 Reference Trades Admissible for Off-Book Trading

[...]

3.3.4 Reference trades in the context of an EFS trade

3.3.4.1 EFS for Fixed Income

An interest rate swap, Overnight Index Swap (OIS) or swaption may serve as a reference instrument in the context of an EFS for fixed income trade if it was concluded under the terms of an ISDA Master Agreement or any equivalent master agreement.

The number of the traded futures contracts must be in a specified ratio to the notional value of the interest rate swap, OIS or swaption. The relation between futures contract and swap or swaption shall be determined by means of the duration method. ~~The number of the traded futures contracts must be in a specified ratio to the market value of the shares basket which is reflected by the equity index swap. This ratio may not deviate from the contract value of the futures position by any more than 20 percent. The underlying trade in the reference instrument for an EFS for fixed income trade must be denominated in a currency of the OECD member states.~~

In case of an EFS trade with an interest rate swap or OIS reference trade, in addition to the general mandatory entries for an Off-Book trade, the following specific entries must be made: Notional amount, interest rate, interest payment frequency and start and end date for the swap transaction. In case of an EFS trade with an interest rate swaption reference trade, in addition to the general mandatory entries for an Off-Book trade, the following specific entries must be made: Notional amount, option premium, due date of the option and total term of the underlying swap transaction.

[...]
