

FrontLine SIX x-clear Ltd

Amendment of interest model for cash collateral as of 1 January 2017

1.0 Overview

As of 1 January 2017, SIX x-clear Ltd (“SIX x-clear”) will introduce a new interest model for cash collateral. This amendment is part of our balance sheet optimization program and reflects the need to address the cost-of-carry for cash balances in the current market environment.

2.0 Effective date

1 January 2017.

3.0 Impact on participants

As per market practice, interest accrued or charged to cash collateral accounts will apply.

4.0 Details

Despite the introduction of the new interest model, there is no change to the range of currencies accepted as cash collateral. Members can continue to deposit securities as an alternative.

In case of important changes in the reference interest rates or environment, SIX x-clear will retain the right to adjust the interest rates at any time.

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.

6.0 Disclaimer

In this context, SIX x-clear Ltd draws the Members’ attention to clause **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 SIX 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.