

Clearing Appendix 14

# Block Trade, EFP and EFS Clearing Procedures

Commodity Derivatives

Issued by ~~NASDAQ OMX~~Nasdaq Clearing AB

## **BLOCK TRADE, EFP AND EFS CLEARING PROCEDURES**

### **1 APPLICATION**

- 1.1 These Block Trade, EFP and EFS Clearing Procedures contain detailed provisions on the registration and processing of Clearing Requests in respect of Block Trades, EFP and EFS, and are in addition to and form an integral part of the Clearing Rules.

### **2 SUBMITTAL OF CLEARING REQUESTS**

- 2.1 Block Trades, EFP and EFS are automatically and immediately subject to Clearing pursuant to the Trading Rules.
- 2.2 The Exchange will provide the Clearinghouse with information of all Block Trades, EFP and EFS registered in the Trading System, including the terms of each such Exchange Transaction and the Account Holders and FIN Clearing Members involved. Such notification by the Exchange shall constitute a Clearing Request.

### **3 REGISTRATION OF BLOCK TRADES/EFP AND EFS**

- 3.1 Registration of Block Trades and EFP or EFS for Clearing shall be carried out in accordance with this section.

- 3.2 ~~The Clearinghouse decides in its sole discretion whether or not to approve a Clearing Request on a continuous and revolving basis.~~ The Clearinghouse shall not become counterparty to any such Block Trade, EFP, EFS or Clearing Request, and will only be Counterparty to the corresponding Clearing Transaction(s) when it has been Registered.

~~3.3 When a Block Trade, EFP or EFS has been registered as an Exchange Transaction this constitutes a Clearing Request and such Exchange Transaction is automatically and immediately subject to Clearing through Registration, whereupon a Clearing Transaction is simultaneously entered into in accordance with section 4.1.1 of the General Terms and the Account Holder becomes the counterparty to the Clearinghouse. Two hours (120 minutes) after the registration of a Clearing Request in the Clearing System, the Clearinghouse shall decide:~~

- ~~a. to approve the Clearing Request and Register the corresponding Clearing Transaction;  
or  
b. to reject the Clearing Request, in which case the Account Holders and FIN Clearing Members involved (or their nominees) shall be informed of the decision immediately.~~

~~3.43.3~~ The Clearinghouse reserves the right to reject, cancel or refuse to approve any Clearing Request which in the Clearinghouse's determination would contravene sound Clearing operations, the Clearing Rules, applicable law, or where there is another reasonable foundation for rejection.

~~3.5 If a decision to reject has not been made according to Section 3.3, the Clearing Request shall after two hours (120 minutes) be deemed approved and Registered as a Clearing Transaction. A Clearing Request received by the Clearinghouse during Clearinghouse Opening Hours shall be processed and (unless rejected) Registered on the same Bank Day.~~

~~3.63.4~~ The General Terms contain provisions regarding errors in Clearing Confirmations. In the event a Registration is rejected, the Clearinghouse shall immediately notify the relevant Account Holder following the attempted technical Registration of the Transaction in the Clearing System.

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