

Please refer to Clearing Member circulars for details of Clearing House opening days and currency holidays at the following link www.lch.com/news-events/members-updates/general-information.

(i) *Contingency Payment Arrangements*

Clearing Members are required to have contingency payment arrangements in place to ensure that they can continue to meet their margin obligations in the event of failure of their nominated PPS bank(s). During the application process, the Clearing House will require the applicant to provide evidence of these arrangements and will test these prior to the applicant becoming a Clearing Member. The Clearing Member will be required to provide evidence of their contingency payment arrangements and undertake testing of such arrangements with the Clearing House, at least once a year~~on an ongoing basis at the Clearing House's request~~.

(j) *Recovery from Insolvent PPS Banks*

In the event that payment is not completed by the relevant PPS bank, due to insolvency rather than technical failure, and the affected Clearing Member(s) make alternative payments, the Clearing House, should it make a recovery from the estate of the PPS bank, will credit such recovery, net of cost, to the accounts of the affected Clearing Members in proportion to the amount of the original missed payment.

1.4 New MAS Electronic Payment and Book-Entry System

- 1.4.1 The Monetary Authority of Singapore (“MAS”) operates a real-time gross settlement system (“RTGS”) known as the New MAS Electronic Payment and Book-Entry System (“MEPS+”). The Clearing House maintains an account on MEPS+, exclusively for the purpose of facilitating the transfer of cash denominated in SGD to and from Clearing Members in respect of initial margin.
- 1.4.2 The Clearing House will accept delivery of SGD via MEPS+ only to meet initial margin requirements. Cash collateral denominated in SGD cannot be used to meet the requirements of on demand initial margin calls
- 1.4.3 Any payment by a Clearing Member denominated in SGD to satisfy variation margin requirements will be collected via PPS.
- 1.4.4 To transfer cash denominated in SGD to the Clearing House’s account on MEPS+ on a certain business day, a Clearing Member or its agent must submit a valid and complete payment instruction on that business day. MAS will not action such instructions on a SGD holiday. If a payment instruction, which a Clearing Member or its agent submits to the Clearing House on a business day is not subsequently fulfilled by the Clearing Member, or if the Clearing Member inputs an incorrect CMS Reference (as defined in Section 1.3 of Section 4 of the Procedures (*Collateral*), meaning that the Clearing House cannot action the payment instruction, the Clearing House will delete the instruction at 09:00 hours London