LCH The Markets' Partner

FCM PROCEDURES OF THE CLEARING HOUSE

LCH LIMITED

2.2.2   ***Users of FCM ForexClear Service***

The FCM ForexClear Service is an interface that processes and stores all FCM ForexClear Transactions. FCM Clearing Members approved by the Clearing House to clear in the FCM ForexClear Service ("**FX FCMs**"), FCM Clients of FX FCMs and, in respect of hedging FCM ForexClear Transactions executed for the purpose of Risk Neutralisation, the Clearing House are known as ForexClear Participants ("**FXPs**"). For membership procedures, please see Section 1 of the FCM Procedures.

For identification purposes each FX FCM is assigned a unique three-character mnemonic for purposes of the FCM ForexClear Service.

2.2.3   ***Termination of FX FCM Status***

FCM Clearing Members should contact the Clearing House Onboarding Department (+44 (0)207 426 7891/7627/7063; onboarding@lch.com) for details of how to resign from the FCM ForexClear Service.

2.2.4   ***Service Scope***

(a)   *Eligibility*

FCM ForexClear Transactions may be presented for clearing through the FCM ForexClear Service. To be eligible to be registered as a ForexClear Contract, an FCM ForexClear Transaction must meet the FCM ForexClear Product Eligibility Criteria.

(b)   *Service Operating Hours*

Opening Days:

The FCM ForexClear Service will be open each day, except weekends, Christmas Day, New Year's Day and Good Friday[4].

Opening Hours:

Unless notified otherwise, and subject to the sentence above under this Section 2.2.4(b), the FCM ForexClear Service will be open between 20:00 (London time), Sunday night and 01:00 (London time), Saturday morning ("**Opening Hours**"). The FCM ForexClear Service will not accept FCM ForexClear Transactions outside of these hours.

---

[4]   While the FCM ForexClear service generally closed on Good Friday, the Clearing House may, by prior written notice to FCM ForexClear Clearing Members, open the FCM ForexClear service on such day, in which case it will be a Business Day.

The Clearing House will notify FCM ForexClear Clearing Members if the FCM ForexClear service is scheduled for closure for operational or other reasons.

2.2.5   ***Position Accounts***

(a)   *FCM Accounts*

For identification purposes, each FCM Clearing Member is assigned a unique three-character mnemonic with respect to its accounts relating to FCM ForexClear Transactions and FCM ForexClear Contracts. An FCM Clearing Member's position and financial information are further identified by position-keeping accounts corresponding to a single character code: C for client business and H for house business.

(b)   *Position-Keeping Accounts*

FCM Clearing Member Accounts:

The account types are: H for house business (Proprietary Account); and C for segregated client business (FCM Omnibus ForexClear Client Account with LCH). An FCM Clearing Member's FCM ForexClear Contract positions are also recorded within the FCM ForexClear Clearing System in ForexClear accounts.

All registered FCM ForexClear Contracts will be identifiable to FCM Clearing Members via ForexClear Reporting (see Section 2.2.24~~2.2.24~~). All registered FCM ForexClear Contracts will be maintained only in ForexClear accounts (identified as such by a unique three letter mnemonic) and separate from all accounts containing FCM Contracts attributable to other Business Categories of FCM Contracts (**provided that** FCM Contracts attributable to any Business Categories of FCM Contracts and related Collateral may be physically commingled in the same depository accounts, subject to the requirements of the Rulebook to properly segregate all FCM Client assets). Each FCM ForexClear Contract will also be assigned a unique trade identifier. The FCM Clearing Member Reporting functionality also allows each FCM Clearing Member to identify all FCM ForexClear Contracts registered in its name.

Sub-accounts within the FX FCM's Proprietary Account may be set up (e.g., for branches). Each such sub-account will carry the unique Bank Identifier Code ("**BIC**") (or equivalent unique identifier) of the relevant branch.

(c)   *Clients*

Where an FX FCM enters into an agreement with an FCM Client in accordance with FCM Regulation 7(a) (*FCM Client Business and Proprietary Account Trading*), the FX FCM must submit an "**FCM**