

T2S DKK 2018 MIGRATION

Addendum to VP Rule Book

Date: 26 – 29 October 2018

[DRAFT ADDENDUM]



VP SECURITIES A/S
WEIDEKAMPSGADE 14
DK-2300 COPENHAGEN S
P +45 4358 8888
E VP@VP.DK
W VP.DK

Addendum to VP Rule Book

According to the VP Rule Book, Part 2 (General Rules), clauses 6.11.2 – 6.11.3, VP Securities is entitled to make changes and additions to the terms of the Participation Agreement, including, the VP Rule Book.

Accordingly, this addendum (the “Addendum”) shall constitute an addition to the VP Rule Book.

1. Definitions

Defined terms used in this Addendum shall have the same meaning as defined in Part 1 to the VP Rule Book (Definitions) unless otherwise stated herein or the context otherwise requires.

Further, the following additional definitions shall apply to this Addendum:

“**T2S Migration Weekend**” means the weekend where DKK joins T2S, which starts 26 October 2018 and ends 29 October 2018.

“**Non-Eligible T2S Security**” means any security that according to the T2S Guideline is not eligible for the T2S system.

“**T2S Account**” means a Securities Account opened by the Securities Account Controller, where the Securities Account Controller has requested the account to be mirrored in T2S by earmarking the account as a T2S Account in the VP Clearing and Settlement system.

“**VP Account**” means a Securities Account opened by the Securities Account Controller, where the Securities Account Controller has not requested the account to be mirrored in T2S.

2. Scope and terms

DKK is set to join T2S on 29 October 2018. The purpose of this Addendum is to provide VP with a right to act in accordance with the following during the T2S Migration Weekend in order to avoid migration problems:

A. No later than on 26 October 2018 all Participants must ensure the following in respect of each T2S Account maintained by the Participant:

- 1) No Non-Eligible T2S Securities must be registered on a T2S Account.
- 2) No VP Auto Collateral agreement must be linked to a T2S Account.

In case No. 1) is not fulfilled and the Participant has not instructed VP to move Non-Eligible T2S Securities to an already existing VP Account, VP has a right to open a VP Account in the name of the Participant and without further notice move the Non-Eligible T2S Securities to the newly opened VP Account.

In case No. 2) is not fulfilled, VP will without further notice delete the registration of the VP Auto-Collateral agreement from its system.

B. Transfer Orders that have entered the VP Clearing & Settlement system, but not yet been finally settled prior to 18:00 hours 26 October 2018, and which instructs for T2S Settlement (i.e. both Participants instruct from a T2S Account) of Non-Eligible T2S Securities, will be cancelled by VP during the T2S Migration Weekend.

C. Transfer Orders that have been matched, but not yet been finally settled prior to 18:00 hours 26 October 2018, and which instructs for settlement from a T2S Account and a VP Account, will be unmatched again by VP during the T2S Migration Weekend.

The relevant Participants affected by litra B and C above will be notified hereof as further described in the T2S Migration Weekend Test Guide available on www.vp.dk (Customer Center).



3. Effective date and termination date

This Addendum enters into force on the 26 October 2018 and terminates on 29 October 2018 after successful migration of DKK to T2S.

