


Chapter 2

Commission Delegated Regulation (EU) No 1187/2014



Article 4 Underlying exposures to
transactions which themselves have
underlying assets

(1) When assessing the underlying exposures of a transaction (transaction A) which itself has an underlying exposure to another transaction (transaction B) for the purpose of Articles 5 and 6, an institution shall treat the exposure to transaction B as replaced with the exposures underlying transaction B.

(2) Paragraph 1 shall apply as long as the underlying exposures are exposures to transactions with underlying assets.