

Chapter 1

Commission Delegated Regulation (EU) 2016/2251

Article 3 Exchange of collateral agreement

The exchange of collateral agreement referred to in point (g) of the first subparagraph of Article 2(2) shall include at least the following terms:

- (a) the levels and type of collateral required;
- (b) the segregation arrangements;
- (c) the netting set to which the exchange of collateral refers;
- (d) the procedures for notification, confirmation and adjustment of margin calls;
- (e) the procedures for settlement of margin calls for each type of eligible collateral;
- (f) the procedures, methods, timeframes and allocation of responsibilities for the calculation of margins and the valuation of collateral;
- (g) the events that are considered to be default or termination events;
- (h) the law applicable to the non-centrally cleared OTC derivative contract;
- (i) the law applicable to the exchange of collateral agreement.