

## Introduction – SMBC Nikko Capital Markets Limited EMIR intra-group margin exemption

SMBC Nikko Capital Markets Limited has submitted applications to the relevant EU regulators in respect of the exemption from margin requirements for intragroup transactions under Article 11 of EMIR and Commission Delegated Regulation (EU) 2016/2251 supplementing EMIR with regard to regulatory technical standards on risk mitigation techniques for OTC derivative contracts not cleared by a central counterparty. The exemptions apply to initial and variation margin requirements.

### Counterparty pairings approved for the intragroup exemption to the variation margin and initial margin requirements

Counter-party 1	Counter-party 2	LEIs of relevant counterparties		Relationship between the counterparties	Full or partial exemption *	Notional aggregate amount of the OTC derivative contracts for which the intragroup exemption applies as at 31 December 2018 (USDmn)	Relevant regulator
		Counterparty 1	Counterparty 2				
<b>SMBC group entities requiring an exemption from the Financial Conduct Authority (FCA) only</b>							
Sumitomo Mitsui Banking Corporation Europe Limited	SMBC Nikko Capital Markets Limited	NT7C58H5HPZYKZDPO O64	G7WFA3G3MT5YHH8CHG81	Affiliate	Full	USD1,034	FCA
SMBC Nikko Capital Markets Limited	Sumitomo Mitsui Banking Corporation	G7WFA3G3MT5YHH8CH G81	5U0XI89JRFVHWIBS4F54	Affiliate	Full	USD24,169	FCA

SMBC Nikko Capital Markets Limited	SMBC Capital Markets Inc.	G7WFA3G3MT5YHH8CH G81	TVJ8SHLIZL0RGWGDTN03	Affiliate	Full	USD26,563	FCA
<b>SMBC group entities requiring exemptions from the FCA and the Bundesanstalt für Finanzdienstleistungsaufsicht (BaFIN)</b>							
SMBC Nikko Capital Markets Limited	SMBC Bank EU AG	G7WFA3G3MT5YHH8CH G81	9676007O0UF5YB3QPR03	Affiliate	Full	Zero*	FCA

\*SMBC Bank EU AG had not commenced business as at 31 December 2018

