Deutsche Börse Group:  
Global Funding and Financing (GFF)  
Funding solution: Select Invest

Select Invest provides buyside customers with a highly secure environment for cash investments via a range of four standardised collateral baskets. Customers benefit from consolidated services of different Deutsche Börse Group entities, which cover the full cycle from trading and clearing to collateral management from a single point of access.

Select Invest is one of the buyside streams of the very successful joint interbank repo service GC Pooling®. It offers the buyside user-friendly electronic trading to lend cash to selected banks in exchange for European Central Bank (ECB) eligible securities, non-ECB eligible securities and equities. The highly efficient straight-through-processes help the buyside to manage daily cash on a secured basis against predetermined collateral baskets.

The service brings customers the best of Deutsche Börse Group: access to the web-based Eurex Repo electronic marketplace, clearing services of Eurex Clearing and Clearstream’s proven settlement, custody and collateral management.

In contrast to the anonymous interbank market offered by GC Pooling, Select Invest leaves the bilateral trading relationship between banks and their buyside clients unchanged as they first trade on an OTC basis and then the trade is novated through Eurex Clearing as central counterparty (CCP). Through this novation the buyside customer transfers the counterparty risk to Eurex Clearing.

Overview on buyside access opportunities

<table>
<thead>
<tr>
<th>Global Funding and Financing</th>
</tr>
</thead>
<tbody>
<tr>
<td>GC Pooling Market</td>
</tr>
<tr>
<td>Repo Market</td>
</tr>
</tbody>
</table>

Select Invest
- Access to GC Pooling Market (basket trading)
- Net cash provider in EUR, USD, GBP, CHF
- Direct CCP access with simplified admission requirements

Select Finance
- Access to GC Pooling and Repo Market (basket & single ISIN trading)
- Cash provider and cash taker in EUR, USD, GBP, CHF
- Direct CCP access via Clearing Agent and full membership requirements
Streamlined processing
Trading is available daily from 07:00 CET with a pre-trading phase of 30 minutes. The main trading phase ends at 18:00 CET with the exception of overnight trades (14:00 CET). Once the trade has been matched, Deutsche Börse Group does all processing, including the reversal of transactions, automatically. Eurex Repo delivers the trade information to Eurex Clearing for risk management and novation. Eurex Clearing generates settlement instructions for both cash and collateral and Clearstream automatically allocates the necessary collateral to secure the trade. Comprehensive reporting offers a transparent overview of the concluded trades, settlement and collateral management.

The Select Invest service gives buyside customers the advantages of trading through a CCP without having to go through the process of becoming a full clearing member. The customised Specific Repo Clearing licence neither requires a contribution to the clearing fund nor the delivery of margin payments.

Key characteristics and benefits
- Electronic and bilateral cash funding in EUR, USD, GBP and CHF
- Collateralisation with different baskets of ECB or non-ECB eligible fixed income securities or equities
- Simplified access requirements (no default fund contribution, no margin requirements)
- Best-price execution with request for quotes (RFQ) 1:1 or/and 1:n or entry of prearranged trades
- Trade-out possibility i.e. during the term of a cash provider trade, it is possible to borrow cash up to a maximum of the amount invested
- Sufficient cash funding provided, Eurex Clearing accepts the trade and steps in as counterparty (novation)
- Multiple standard terms from overnight until two years
- Free reports for tracking trade settlement
- Automatic allocation of collateral
- Real-time substitution of collateral
- Minimum trade size of EUR 1 million
- No trading and clearing fees
- Standardised legal agreement under German law

Contact
For further information on our Select Invest solution, please contact:
gff-sales@deutsche-boerse.com

Otto Vaisanen (Luxembourg)
+352-243-36650

Nilüfer Kaya (London)
+44-(0)207862-7232

Deutsche Börse AG
60485 Frankfurt/Main
Germany
www.deutsche-boerse.com

March 2017
Order number 1012-4709

Disclaimer
Neither Eurex Repo GmbH (Eurex Repo), Eurex Clearing AG (Eurex Clearing), Clearstream Banking S.A. (Clearstream) nor its servants nor agents, is responsible for any errors or omissions contained in this publication which is published for marketing information only and shall not constitute investment advice. Any information herein is not intended for solicitation purposes but only for the use of general information for professional clients. Eurex Repo GmbH (Eurex Repo), Eurex Clearing AG (Eurex Clearing) and Clearstream Banking S.A. (Clearstream) offer the described services of this newsletter directly to their participants. Those wishing to trade in any products available on the Eurex Repo marketplace or to offer and sell any such products to others should consider both their legal and regulatory position in the relevant jurisdiction and the risks associated with such products before doing so.

Trademarks and Service Marks: Eurex Repo®, Euro GC Pooling®, GC Pooling®, GCPI®, USD GC Pooling® are registered trademarks of DBAG. The STOXX® indices, the data included therein and the trademarks used in the index names are the intellectual property of STOXX Limited and/or its licensors. Eurex derivatives based on the STOXX® indices are in no way sponsored, endorsed, sold or promoted by STOXX and its licensors and neither STOXX nor its licensors shall have any liability with respect thereto. The names of other companies and third party products may be trademarks or service marks of their respective owners.