

**GENERAL TERMS AND CONDITIONS FOR THE RIKSBANK'S
CREDITS IN US DOLLARS
(GENERAL TERMS USD CREDIT)
March 2020**

1 Introductory terms

- 1.1 The Riksbank can make agreements concerning credit in US dollars in accordance with what is stipulated in these general terms for the Riksbank's credit in US dollars (General Terms USD Credit).
- 1.2 The Riksbank's Terms and Conditions for RIX and Monetary Policy Instruments (Terms and Conditions) include fundamental provisions on lending by the Riksbank. Unless expressly stated otherwise in the General Terms USD Credit, the Terms and Conditions apply where appropriate.
- 1.3 Words or phrases in the General Terms USD Credit beginning with a capital letter shall have the meaning stated in the specific terms for the Riksbank's Credits in US Dollars (Specific Terms USD Credit) that are relevant for the Bid Date in question. Specific Terms USD Credit are announced by publication on the Riksbank's website and by Globe Newswire (or another electronic system for spreading/receiving information to which the Riksbank particularly refers) – or by another means determined by the Riksbank – normally 2 bank days before the relevant Bid Date. Otherwise, words or phrases beginning with a capital letter shall have the meaning stated in annex H1 to the Master Document of the Terms and Conditions.
- 1.4 Only those who, at the time of submitting a bid, are Monetary Policy Counterparties in accordance with the Terms and Conditions have the right to receive credit in US dollars according to the General Terms USD Credit.

1.5 If any term in the General Terms USD Credit is incompatible with the Terms and Conditions, the General Terms USD Credit shall prevail.

2 The credit

Loans in accordance with the General Terms USD Credit are decided after a bid procedure on the Bid Date.

3 Bid procedure

3.1 To be eligible for participation in a bid procedure regarding credit in US dollars, the bidder shall register participation by using a special registration form, annex 1. Registration entails that the bidder confirms it is bound by these General Terms USD Credit through submitting a bid.

3.2 Bids shall include information about volume (USD) and interest supplement. Volume shall be stated as Minimum Bid Amount or whole multiples thereof and the total volume bid may not exceed the Maximum Permitted Volume of Bids. A single institution may not submit more than the Maximum Number of Bids. An interest supplement may be expressed with a maximum of three decimals and shall correspond at least to the Lowest Interest Supplement.

3.3 Bids shall be submitted by telephone +46-(0)8-696 69 70 during the Bid Period. A bid submitted by telephone is binding on the bidder. This means that the bidder is bound by a submitted bid irrespective of by whom at the bidder the bid was submitted. It also means that the bidder may not recall or alter a submitted bid after the Bid Period has expired. Bids submitted shall be confirmed by the bidder by e-mail to eol@riksbank.se before the end of the Bid Period.

3.4 The Riksbank has the right to reject bids that contain conditions other than those set out in the General Terms USD Credit and the Specific Terms USD Credit. The Riksbank also has the right to reject a bid if the Riksbank has not received confirmation via e-mail before

the end of the Bid Period, or if the e-mail message and the telephone bid are inconsistent.

- 3.5 The Riksbank has the right to reject bids that exceed the Maximum Permitted Bid Volume or are lower than the Minimum Permitted Bid Volume, or are lower than the Lowest Interest Supplement.
- 3.6
- (i) When the Bid Period has ended, the bids are recorded in descending order of the interest rates that have been tendered.
 - (ii) The bid with the highest interest rate shall be accepted with priority, followed by the bid with the next highest interest rate and so on, until the total Offered Amount is exhausted.
 - (iii) If the bids with the lowest accepted interest rate level according to (ii) above add up to more than the Offered Amount remaining to be allocated, the amount shall be divided proportionally between these bids in accordance with the ratio between the part of the Offered Amount that remains to be offered and the total that has been bid at the lowest accepted interest rate level according to (ii) above.
 - (iv) A bidder cannot be allocated more than the Maximum Allocation.
 - (v) The allocations shall be rounded to the nearest million US dollars.
 - (vi) Allocations will be announced by no later than the Allocation Time on Globe NewsWire (or another electronic system for spreading/receiving information to which the Riksbank particularly refers).
- 3.7 The Riksbank reserves the right to reject bids submitted entirely or in part, even if this would mean that the final volume is lower than the Offered Amount during the bid procedure, or even if it means that no allocation is made.

4 Interest

- 4.1 Interest on the credit is calculated on an annual basis using the USD 3 month Overnight Index Swap that applies at the end of the banking day before the Bid Date plus interest supplement. The lowest accepted interest supplement in the bid procedure is applied to all bidders that have obtained an allocation in the bid procedure.
- 4.2 The applicable interest rate convention is the actual number of days/360. Interest is calculated from the Settlement Date to and including the Maturity Date.
- 4.3 The interest shall be paid on the Maturity Date.
- 4.4 The bidder is liable for payment of interest for the entire maturity in accordance with the bid, even if payment from the Riksbank does not occur because the Riksbank has not received adequate collateral.

5 Settlement Date

The amount of the loan is paid out on the Settlement Date in accordance with the settlement instructions the bidder exchanged with the Riksbank in conjunction with the bidder's registration of participation in accordance with item 3.1.

6 Collateral and final settlement

- 6.1 Credit in accordance with the General Terms USD Credit is paid out only in so far as sufficient eligible assets according to the Riksbank's requirements in the Terms and Conditions have been registered in a securities account pledged to the Riksbank no later than 11.00 hours (CET/CEST) on the Settlement Date. Sufficient collateral is said to exist if, in addition to the value requisitioned for credit paid by the Riksbank, for instance, intraday credit or other credit in SEK or foreign currency, there is a collateral value, calculated according to item 6.2 below, that corresponds to 106 per cent of the equivalent value in SEK of the credit amount including interest at that time accrued from Settlement Date.

6.2 Valuation of collateral and haircuts is to comply with what is stipulated in the Terms and Conditions. A sum equivalent to 106 per cent of the equivalent value in SEK of the credit amount including interest accrued as of Settlement Date is reserved in the adjusted market value of the collateral pledged to the Riksbank for this credit. This reserved amount, along with other reservations for credits, limits the scope for intraday credit in RIX and for Credit in the Standing Facilities.

7. Repayment

7.1 The credit amount plus interest shall be repaid to the Riksbank by paying into the Riksbank's account with the Federal Reserve Bank of New York by no later than 15.00 (CET/CEST) on Maturity Date. The Riksbank will notify the bidder of its settlement instructions after the bidder has registered in accordance with item 3.1 above.

7.2 In the event of a late repayment of the credit amount or interest, the borrower is obliged to pay penalty interest pursuant to the Interest Act (1975:635) to the Riksbank.

7.3 In the event of a late repayment after the due time at 15.00 (CET/CEST), the borrower is obliged, in addition to possible penalty interest in accordance with item 7.2, to compensate the Riksbank for the costs and losses the delay has caused the Riksbank.

7.3 The credit cannot be repaid in advance.

8 Amendments

The Riksbank reserves the right to make amendments to the General Terms USD Credit. Any such amendments will be communicated not later than 15.00 (CET/ CEST) on the day before the relevant Bid Date.

Sveriges Riksbank

