

New rules for reporting corporate derivatives trading

All European companies are subject to the European Market Infrastructure Regulation (EMIR). The purpose of the EMIR regulation is to strengthen the supervision of the derivatives markets. One of the requirements made by EMIR is that all companies must report their derivative transactions to a central transaction database starting on 12 February 2014. To be able to report the transactions, a global business organisation number is required. This is referred to as a Legal Entity Identifier (LEI).

Derivative trades which must be reported

Both OTC transactions and exchange-traded derivatives (ETD) are to be reported. The following groups of instruments are included:

- Equity derivatives (option, forward, future, equity swap etc.)
- Interest rate derivatives (interest rate swap, caps, floors, swaption etc.)
- Credit derivatives (credit default swap etc.)
- Commodity derivatives (future, option, forward, average contract etc.)
- Currency derivatives (FX forward, currency swap, option etc.) Currency derivatives are all currency contracts with payment later than two days after the agreement date.

Acquiring an LEI number

You apply for an LEI number from an approved issuer.

Examples of issuers:

Nord LEI (in collaboration with CICI Utility)	www.nordlei.org
CICI Utility	www.ciciutility.org
London Stock Exchange Group	www.lseg.com/lei
WM Datenservice	www.geiportal.org

Cost of obtaining an LEI number

The cost and delivery time to obtain an LEI number varies between different issuers. The cost is about € 150 as a one-off fee together with an annual fee.

We can help you with the reporting

Each company must determine its own EMIR reporting requirements and also decide how it will report to a central transaction database. However, we can help you with the reporting of the derivative trade you do via Handelsbanken. This is referred to as delegated reporting. When you have received your LEI number, you contact your Handelsbanken branch and sign an agreement for this service. We currently do not charge a fee for this service.

More information can be found at handelsbanken.se/emir.

If you have any questions, please phone +46 (0)8 701 89 20 or e-mail transactionreporting@handelsbanken.se.

