

Glossary of terms

ACSP	Approved Compression Service Provider.
the Act	The Enterprise Act 2002.
AFM	Autoriteit Financiële Markten, the Dutch Authority for the Financial Markets.
ASX	ASX Ltd, Australian Securities Exchange.
Basel III	The Basel III accord .
BCBS	the Basel Committee on Banking Supervision .
Capitalab	Capitalab, a multilateral compression service provider, is a division of BGC Brokers L.P.
Capitolis (LMRKTS)	Capitolis Inc. Capitolis acquired LMRKTS, a multilateral compression service provider, in August 2021.
CCP	Central Counterparty.
CEM	Current exposure method.
CEO	Chief Executive Officer.
ClearCompress	ClearCompress is a provider of multilateral compression services, owned by TP ICAP plc.
CMA	Competition and Markets Authority.
CME	CME Group Inc.
D2D	Dealer-to-Dealer.
D2C	Dealer-to-Client.
Dutch Central Bank	De Nederlandsche Bank.
EMIR	The European Market Infrastructure Regulation – now UK EMIR .
EUR	Euro.

Eurex	Eurex Frankfurt AG.
FCA	Financial Conduct Authority.
FX	Foreign Exchange Derivatives.
GBP	UK Pound.
G-SIB	Global Systemically Important Bank.
iNED	Independent Non-Executive Director.
IRD	Interest Rate Derivative.
Inquiry Group	Group of CMA panel members.
JPY	Japanese Yen.
JSCC	Japan Securities Clearing Corp.
LCH	LCH Ltd
LCH Group	LCH Group Holdings Ltd.
LSEG	London Stock Exchange Group plc.
Merged Entity	The post-Merger business of LSEG and Quantile .
the Merger	The anticipated acquisition of Quantile by LSEG .
MiFIR	The Markets in Financial Instruments Regulation 2018.
Multilateral Compression	Multilateral compression is Portfolio Compression carried out across the portfolio held by multiple market participants (this service is usually offered by a third-party rather than a CCP, and typically takes place less frequently than Unilateral Compression).
Nasdaq Clearing	Nasdaq, Inc.
OSTTRA	OSTTRA Group, a joint venture between IHSM's OTC derivatives and FX trade processing business (ie, MarkitSERV) and CME's optimisation businesses (ie, TriOptima , Reset and Traiana), TriOptima offers a multilateral compression service.
OTC	Over-the-counter.
OTCD	OTCDerivnet.

OTC Hong Kong	OTC Clearing Hong Kong Ltd.
Parties	LSEG and Quantile [and their subsidiaries].
Portfolio Compression	A risk-management technique by which market participants replace multiple offsetting derivative contracts with fewer deals of the same net risk to reduce the notional value of their portfolio. Only the trades that share economically compatible characteristics and that can be ‘netted off’ against each other are compressible. The trades need at least to be in the same currency and use the same benchmark (floating rate option). Furthermore, the trades need to be with the same CCP . There is a benefit for market participants in using compression services as regulatory capital requirements depend on the notional value of a portfolio.
Quantile	Quantile Group Limited.
RMS	Relevant merger situation.
SCC	SwapClear Consultative Committee.
SLC	Substantial Lessening of Competition.
TriOptima	One of the trading names of OSTTRA . TriOptima offers a multilateral compression service. References within the Provisional Findings Report to TriOptima and OSTTRA are listed as ‘ TriOptima ’ for ease of reference.
SwapClear	LCH Ltd ’s OTC interest rate swap clearing house.
UK	United Kingdom.
Unilateral Compression	Unilateral Compression is Portfolio Compression carried out between a single market participant and a CCP (this service is offered by a CCP and usually takes place on a daily basis).
USD	US Dollar.
UMR	Uncleared margin rule.