

**DOCUMENTATION FOR THE BANK OF ENGLAND'S OPERATIONS  
UNDER THE STERLING MONETARY FRAMEWORK**

**SUPPLEMENTARY TERMS FOR THE EXTENDED COLLATERAL TERM  
REPO (ECTR) FACILITY**

1. These terms as amended from time to time (*ECTR Terms*) supplement and are part of the Terms and Conditions for participation in the Bank of England's Operations under the Sterling Monetary Framework (the *Terms and Conditions*) and relate to a facility (the *ECTR Facility*) under which the Bank is prepared to enter into transactions pursuant to which the Bank will provide cash to the Participant (instead of DWF Swap Securities) in exchange for eligible collateral transferred by the Participant to the Bank (*ECTR Transactions*).
2. Notwithstanding the use of the term "repo" in the context of the ECTR Facility, for the purposes of the Terms and Conditions, ECTR Transactions shall be DWF Transactions and shall be effected under Part E of the Terms and Conditions (including annexes to Part E) (as amended by these ECTR Terms and any related Market Notice).
3. Words and phrases defined in the Terms and Conditions have the same meaning in these ECTR Terms save that for the purposes of these ECTR Terms:
  - (a) "Operating Procedures" includes any supplementary procedures published by the Bank, whether by way of a Market Notice or otherwise, relating to ECTR Transactions;
  - (b) "Participant" has the meaning given in paragraph 5; and
  - (c) "DWF Transaction" includes an ECTR Transaction.
4. A Participant who has been admitted to participate in the Discount Window Facility shall be eligible to participate in the ECTR Facility. The Bank may, in its absolute discretion, either generally or in particular circumstances, waive, add to or vary the above eligibility criteria.
5. A person who in accordance with paragraph 4 is eligible to participate in the ECTR Facility shall on first submitting (or purporting to submit) a bid to participate in the operations in accordance with the Operating Procedures become a "Participant" for the purposes of the ECTR Facility. The Participant's Admission Letter shall also then be deemed to have been amended to reflect the admission of the Participant to the ECTR Facility.
6. The Terms and Conditions shall apply to ECTR Transactions subject to and as supplemented or amended by these ECTR Terms and any related Market Notice. The Operating Procedures for the Discount Window Facility shall apply to ECTR Transactions with such modifications as may in the opinion of the Bank be necessary or appropriate.

7. Cash provided to a Participant under an ECTR Transaction shall be a “Cash Equivalent Amount” for the purposes of the Terms and Conditions.
8. Clause E.4.8 of the Terms and Conditions shall not apply to an ECTR Transaction.
9. The provisions of clause E.6 (DWF Additional Collateral) of the Terms and Conditions shall apply separately to ECTR Transactions and to other DWF Transactions; provided that if the Participant has transferred the same DWF Loan Collateral in respect of both ECTR Transactions and other DWF Transactions, the Bank shall allocate DWF Loan Collateral between such ECTR Transactions and DWF Transactions on a pro rata basis or such other basis as it considers appropriate. Notwithstanding anything to the contrary in the Operating Procedures for the Discount Window Facility, DWF Collateral Securities delivered as DWF Additional Collateral may be delivered through the “delivery by value” facility of CREST.
10. For the purposes of clause E.6.1, the Call Trigger Amount in respect of ECTR Transactions is £1,000,000.
11. No DWF Swap Fee shall be payable by the Participant in respect of ECTR Transactions. Instead, the Participant shall pay interest on the Cash Equivalent Amount for each ECTR Transaction in the manner specified by the Bank in a Market Notice or otherwise.
12. In the event of any conflict between these ECTR Terms and any other Documentation, these ECTR Terms shall prevail save in the case of any conflict between a Market Notice relating to the ECTR Facility and any other Documentation (including these ECTR Terms) in which case the Market Notice shall prevail.