

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

**SUPPLEMENTARY TERMS FOR EURO REPO OPERATIONS UNDER
LIQUIDITY FACILITY IN EUROS**

1. These terms as amended from time to time (*Liquidity Facility in Euros Terms*) form a supplement to and are part of the Terms and Conditions for participation in the Bank of England's Operations under the Sterling Monetary Framework and relate to operations (the *Euro Repo Operations*) under which the Bank is prepared to enter as buyer into collateralised lending transactions for which the advance is denominated in euros (*Euro Advances*).

2. Words and phrases defined in the Terms and Conditions shall have the same meaning in these Liquidity Facility in Euros Terms save that for the purposes of these Liquidity Facility in Euros Terms:

- (a) "Business Day" shall mean a day on which the TARGET2 real-time gross settlement (*RTGS*), owned and operated by the Eurosystem, and the Bank are open for business;
- (b) "Operating Procedures" shall include any supplementary procedures published by the Bank, whether by way of a market notice or otherwise, relating to Euro Advances;
- (c) "Participant" has the meaning given in paragraph 5; and
- (d) "SMF Advance" shall include a Euro Advance.

3. For the purposes of these Liquidity Facility in Euros Terms, the final sentence of clause 10.6 of Part A of the Terms and Conditions shall be amended to read "Notwithstanding the use of the term "repo" in the context of an Indexed Long-Term Repo operation, the Contingent Term Repo Facility, USD Repo Operations or Euro Repo Operations, transactions under these Operations shall be SMF Advances and on the same terms as an SMF Advance."

4. A person who is (i) an Operational Standing Facilities Participant (except a CCP) or (ii) a Participant in Open Market Operations and also a member of a Group in which there is an Operational Standing Facilities Participant, shall be eligible to participate in the Euro Repo Operations. 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 Euro Repo Operations shall on first submitting (or purporting to submit) a bid to participate in the operations in accordance with the Operating Procedures be deemed to have agreed to the Documentation (as supplemented and amended by these Liquidity Facility in Euros Terms and any supplementary procedures) and any related

Market Notice which together set out the terms and conditions on which the Bank has agreed to make the Euro Repo Operations available to any such person and who thereon becomes a “Participant”. The Participant’s Admission Letter shall also then be deemed to have been amended to reflect the admission of the Participant to the Euro Repo Operations.

6. The Terms and Conditions shall apply to Euro Advances subject to and as supplemented or amended by these Liquidity Facility in Euros Terms. The Operating Procedures (including without limitation those in section 5 (Open Market Operations)) shall apply to Euro Advances with such modifications as may in the reasonable opinion of the Bank be necessary or appropriate.

7. In the event of any conflict between these Liquidity Facility in Euros Terms and any other Documentation, these Liquidity Facility in Euros Terms shall prevail.