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| ASSET CLASS | PRODUCT CLASSIFICATION | LLOYDS PRODUCT NAME | PRODUCT DESCRIPTION | MATERIAL ECONOMIC TERMS |
|---------------------|------------------------------|--------------------------------------|--|-------------------------|
| Credit Default Swap | CreditDefaultSwap:SingleName | Credit Default Swap - Single Name | As the name implies, in a single name CDS the underlying asset or reference obligation is a bond of one particular issuer or reference entity. You may hear people say that a CDS is a "bilateral contract." This just means that there are two sides to the swap trade: a buyer of protection and a seller of protection. If the reference entity of a credit default swap experiences what is known as a credit event (such as a bankruptcy, downgrade, etc.), then the buyer of protection (who pays a premium for that protection) can receive payment from the seller of protection. | CDS |
| Credit Default Swap | CreditDefaultSwap:Index | Credit Default Swap - Credit Indices | A credit default swap index is a credit derivative used to hedge credit risk or to take a position on a basket of credit entities. Unlike a credit default swap, which is an over the counter credit derivative, a credit default swap index is a completely standardised credit security and may therefore be more liquid and trade at a smaller bid-offer spread. This means that it can be cheaper to hedge a portfolio of credit default swaps or bonds with a CDS index than it would be to buy many single name CDS to achieve a similar effect. Credit-default swap indexes are benchmarks for protecting investors owning bonds against default, and traders use them to speculate on changes in credit quality. | CDX |
| Credit Default Swap | CreditDefaultSwap:Swaptions | Options on Credit Indices | The Credit Index Option gives to the investor the possibility to enter a Forward Credit Index at a pre-specified spread and to receive upon exercise a Front End Protection corresponding to index losses from option inception to option expiry. | Options |

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Material Economic Terms For Credit Derivatives - CDS

| TYPE | CDS FIELDS | VALUE OF FIELD |
|--------|--|---|
| STATIC | Trade Date | The date which the parties enter into the transaction |
| STATIC | Effective Date | Original Index Effective Date |
| STATIC | Reference Entity ID (Markit REDSID) (9 chars) | 9 Digit RED ID specific to Index |
| STATIC | Cpty | Non SD/MSP |
| STATIC | My Entity | SD/MSP |
| STATIC | Contract Type | New |
| STATIC | Initial Payment Date | For trades that clear at ICE or CME, the initial payment date is T+1; for bilateral trades it remains T+3 |
| STATIC | Fixed Rate Payer Payment Frequency | 3 mnths |
| STATIC | Full First Calculation Period Applicable | Yes |
| STATIC | First Payment Period Accrual Start Date | Full coupon; Last roll date |
| STATIC | Business Day Convention for Initial Payment Date | FOLL |
| STATIC | ISDA Master Agreement | ISDA |
| STATIC | ISDA Definitions | 2003 ISDA |
| STATIC | Calculation Agent | SD/MSP |

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Material Economic Terms For Credit Derivatives - CDX

| TYPE | CDX FIELDS | VALUE OF FIELD |
|---------------|--|---|
| STATIC | Trade Date | The date which the parties enter into the transaction |
| STATIC | Effective Date | Original Index Effective Date |
| STATIC | Reference Entity ID (Markit REDS ID) (9 chars) | 9 Digit RED ID specific to Index |
| STATIC | Cpty | Non SD/MSP |
| STATIC | My Entity | SD/MSP |
| STATIC | Contract Type | New |
| STATIC | Initial Payment Date | For trades that clear at ICE or CME, the initial payment date is T+1; for bilateral trades it remains T+3 |
| STATIC | Fixed Rate Payer Payment Frequency | 3 mnths |
| STATIC | Full First Calculation Period Applicable | Yes |
| STATIC | First Payment Period Accrual Start Date | Full coupon; Last roll date |
| STATIC | Business Day Convention for Initial Payment Date | FOLL |
| STATIC | ISDA Master Agreement | ISDA |
| STATIC | ISDA Definitions | 2003 ISDA |
| STATIC | Calculation Agent | SD/MSP |

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Material Economic Terms For Credit Derivatives - Options

| TYPE | OPTIONS FIELDS | VALUE OF FIELDS |
|---------------|--|---|
| STATIC | Trade Date | The date which the parties enter into the transaction |
| STATIC | Effective Date | Original Index Effective Date |
| STATIC | Reference Entity ID (Markit REDS ID) (9 chars) | 9 Digit RED ID specific to Index |
| STATIC | Cpty | Non SD/MSP |
| STATIC | My Entity | SD/MSP |
| STATIC | Contract Type | New |
| STATIC | Premium Payment Date | T+2 |
| STATIC | Business Day Convention for Premium Payment Date | FOLL |
| STATIC | ISDA Master Agreement | ISDA |
| STATIC | ISDA Definitions | 2003 ISDA |
| STATIC | Calculation Agent | SD/MSP |

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