

The European Market Infrastructure Regulation (EMIR) mandates that financial counterparties and non-financial counterparties exceeding the clearing threshold implement risk-management procedures for timely, accurate, and segregated collateral exchange on non-cleared OTC derivative contracts.

However, entities within the same group may qualify for an intragroup exemption from collateral exchange requirements, subject to meeting specified criteria and obtaining approval from national competent authorities. The exemption is governed by Article 11 of EMIR and Commission Delegated Regulation (EU) 2016/2251, which establish regulatory technical standards for OTC derivative risk mitigation. The following counterparty pairings are approved for the intragroup exemption:

Counterparty 1	Counterparty 2	Counterparty 1 LEI	Counterparty 2 LEI	Relationship between the counterparties	Full or partial exemption	Notional aggregate amount of the OTC derivative contracts for which the intragroup exemption applies	Relevant regulator
RBC Europe Limited	Royal Bank of Canada	TXDSU46SXBWIGJ8G8E98	ES7IP3U3RHIGC71XBU11	Parent	Full	Unlimited The relevant regulator has not placed a limit on the notional amount of non-centrally cleared derivatives that may be put in place.	FCA