

*The following is a translation of the terms and conditions. The terms and conditions are in the Swedish language and in the case of any inconsistency between the English translation and the Swedish language version, the Swedish language version shall prevail.*

**GENERAL TERMS FOR THE RIKSBANK'S  
PROGRAMME FOR 3-MONTH CREDIT IN SWEDISH  
KRONOR  
(GENERAL SEK CREDIT TERMS)  
November 2008**

**1           Introductory terms**

- 1.1           The Riksbank can in accordance with D.1.2.2 of the Master Document in the Riksbank's Terms and Conditions for RIX and monetary policy instruments (the Terms and Conditions) lend Swedish krona (SEK) against collateral in eligible securities (Credit). Credit can be used for Structural Transactions.
- 1.2           The Riksbank can make agreements concerning credit in Swedish krona in accordance with what is stipulated in these general terms for the Riksbank's programme for credit in Swedish krona (General SEK Credit Terms).
- 1.3           Unless expressly stated otherwise in the General SEK Credit Terms, the Terms and Conditions apply wherever applicable. Words or phrases beginning with a capital letter shall have the sense stated in the Special Terms for the Riksbank's programme for SEK Credit (Special Terms SEK Credit) and which are relevant to the current bid submission date. The Special Terms SEK Credit will be announced by means of publication on the Riksbank's website, normally two days prior to the bid submission date concerned. Otherwise, words or phrases beginning with a capital letter shall have the sense stated in annex H1 to the Master Document of the Terms and Conditions.
- 1.4           Only those who are a Monetary Policy Counterparty in accordance with the Terms and Conditions (that is, a Counterparty that has a right to the Standing Facilities) have a right to tender for credit in SEK in accordance with these General SEK Credit Terms.

1.5 If any of the General SEK Credit Terms is incompatible with any of the Terms and Conditions the General SEK Credit Terms has priority.

## **2 The Credit**

2.1 Credit in accordance with these General SEK Credit Terms is decided after an auction on the basis of D 3.1.2 in the Master Document on the Bid Date.

2.2 Interest on the credit is charged on an annual basis in accordance with a fixed interest rate. The interest rate cannot be less than the rate specified by the Riksbank in Saxess/OMFIE page RIKO at the start of the Bid Submission Period and which is equivalent to the current repo rate with an interest supplement.

## **3 Auction procedure**

3.1 Submission of a bid signifies that the bidder confirms being bound by these General SEK Credit Terms.

3.2 Bids shall include information about volume (SEK) and interest rate. Volume shall be stated as the Lowest Permitted Bid volume or whole multiples thereof and the total volume bid by a single institution may not exceed the Maximum Permitted Bid volume. A Maximum Number of Bids may be submitted by a single institution. The bid interest rate must be expressed as a maximum of three decimals. The lowest interest rate bid that may be submitted is the rate the Riksbank determined at the start of the Bid Submission Period and which is equivalent to the current repo rate with an interest rate supplement.

3.3 Bids are submitted by telephone +46-(0)8-696 69 70 and are to be confirmed by fax +46-(0)8-787 01 69 during the Bid Submission Period. A bid submitted by telephone is binding on the bidder. This means that the bidder is bound by a submitted tender irrespective of by whom at the bidder the bid was submitted. It also means that the bidder may not recall or alter a submitted bid after the bid submission period has expired. The bidder is liable for payment of interest in accordance with the tender even if repayment is made in advance and even if

payment from the Riksbank does not occur because the Riksbank has not received adequate collateral.

- 3.4 The Riksbank has the right to reject bids that contain conditions other than those set out in the General SEK Credit Terms and the Special Terms SEK Credit. The Riksbank also has the right to reject a bid if the Riksbank has not received confirmation via fax no later than 15 minutes after the Bid Submission Time has expired, or if the fax message and the telephone bid are inconsistent.
- 3.5 The Riksbank rejects bids that exceed the Maximum Permitted Bid Volume or are lower than the Minimum Permitted Bid Volume or are below the minimum permissible interest rate.
- 3.6 (i) When the bid submission period has ended the bids are recorded in descending order of the interest rates that have been tendered.
- (ii) The bid with the highest interest rate shall be accepted first, followed by the bid with the next highest interest rate and so on until the Offered Amount is exhausted.
- (iii) If the bids with the lowest accepted interest rate add up to more than the amount that remains to be provided, the amount shall be divided proportionally between these bids in accordance with the ratio between the amount that remains to be provided and the total that has been bid at the lowest accepted interest rate.
- (iv) The allocations shall be rounded to the nearest million kronor.
- (v) Allocations are announced on the Allocation Date in Saxess/OMFIE page RIKP.
- 3.7 The Riksbank reserves the right to provide an amount that is lower than the Offered Amount if the Riksbank considers that special reasons exist. A bidder is bound to accept an allocated volume even if this is smaller than the volume of the bid.

#### **4 Interest rate**

- 4.1 The lowest accepted interest rate is applied for all bidders that have obtained an allocation in the auction.
- 4.2 The applicable interest rate convention is actual number of days divided by 360. Interest is calculated from the payment date to the Due Date inclusive.
- 4.3 Interest shall be paid on the Due Date.

## **5 Payment date**

The amount of the credit is paid out on the Settlement Date to the Counterparty's account in RIX with clearing code DAG.

## **6 Collateral and final settlement**

- 6.1 Credit in accordance with these General SEK Credit Terms is paid out only in so far as collateral that is eligible and adequate in accordance with the Riksbank's requirements in the Conditions has been registered in a securities account that has been pledged to the Riksbank not later than 11.00 hours (CET/CEST) on the payment date. The bidder is bound to pay interest in accordance with the Conditions even if payment has not been made in pursuance of this item 6.1.
- 6.2 Valuation of collateral and haircuts is to comply with what is stipulated in the Conditions. An adjusted market value that is equivalent to the amount of repayment is reserved for the credit.

## **7 Repayment**

- 7.1 The amount of the loan together with interest shall be paid into the Riksbank's account in RIX with clearing code ADG no later than the Due Date.
- 7.2 In the event of delayed repayment the Counterparty is bound to pay penal interest to the Riksbank in accordance with the Interest Act.

## **8 Notification**

Bids in accordance with these General SEK Credit Terms can be submitted only in accordance with what is stated in item 3.3 above.

### **9 Amendments**

The Riksbank reserves the right to make amendments to the General SEK Credit Terms. Any such amendments will be communicated to the counterparties not later than 15.00 hours on the Due Date concerned.

**Sveriges Riksbank**