

**ESMA\_QA\_1142** 

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#### **Additional Information**

#### **Level 1 Regulation**

Undertakings for Collective Investment in Transferable Securities Directive (UCITS) Directive 2009/65/EC

## **Topic**

UCITS eligible assets and investment restrictions

### **Subject Matter**

KIID Collateral management

### Question

Are government bonds exempt from the provisions laid down in paragraphs 43(a) and paragraphs 43 (e) of the guidelines?

## **ESMA Answer**

01-10-2016

# Original language

[ESMA 34-43-392 UCITS Q&A, section 3, Q&A 6i]

No, paragraphs 43(a) and 43 (e) apply to all types of collateral received by the UCITS in the context of over-the-counter financial derivative transactions and efficient portfolio management techniques.