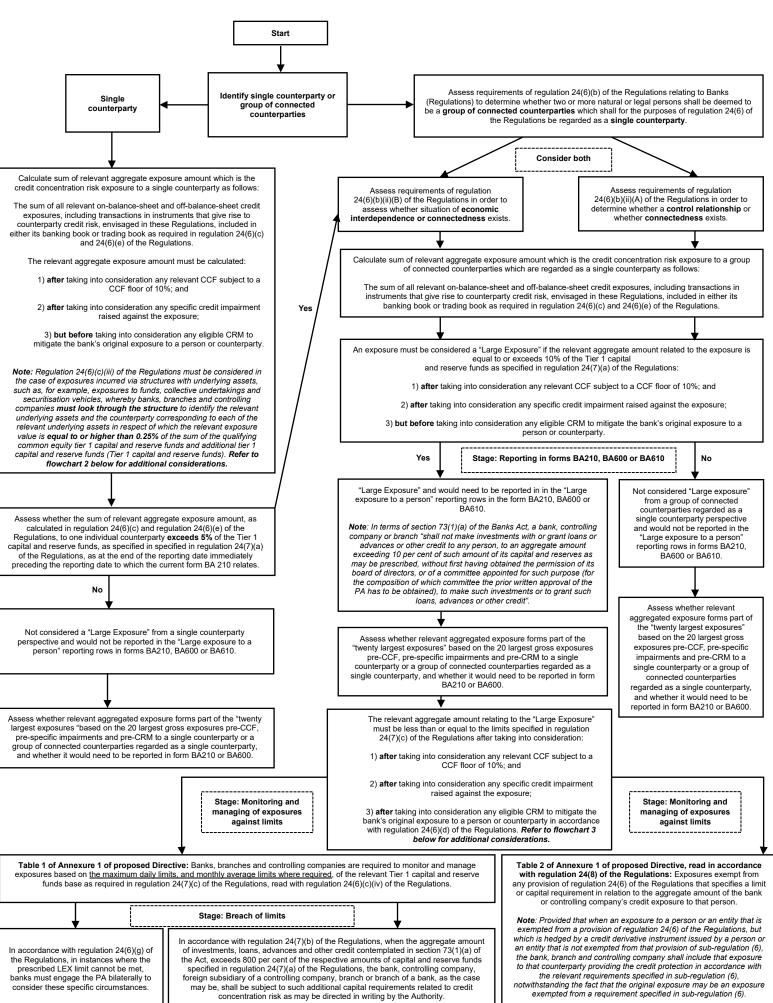
Flowchart 1 **Annexure 3** 

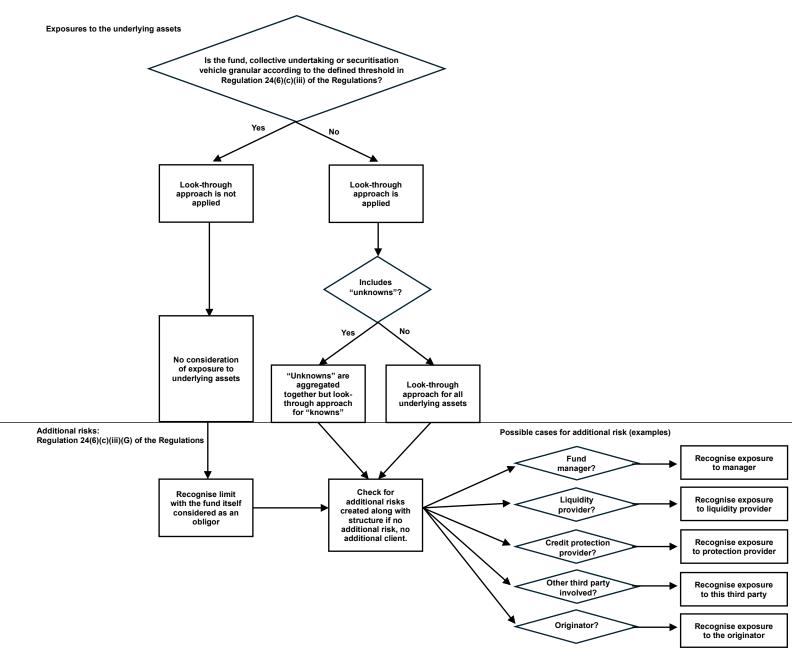


consider these specific circumstance

the relevant requirements specified in sub-regulation (6), notwithstanding the fact that the original exposure may be an exposure

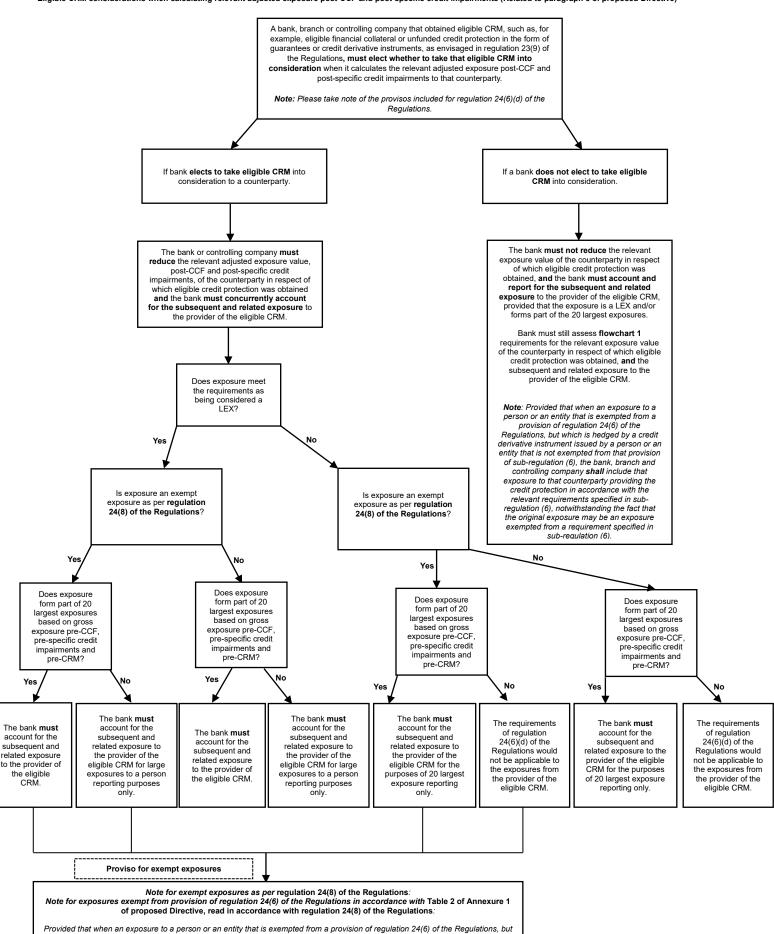
exempted from a requirement specified in sub-regulation (6).

Flowchart 2 Annexure 3



Flowchart 3 Annexure 3

Eligible CRM considerations when calculating relevant adjusted exposure post-CCF and post-specific credit impairments (Related to paragraph 8 of proposed Directive)



which is hedged by a credit derivative instrument issued by a person or an entity that is not exempted from that provision of subregulation (6), the bank, branch and controlling company shall include that exposure to that counterparty providing the credit protection in accordance with the relevant requirements specified in sub-regulation (6), notwithstanding the fact that the original exposure may be an exposure exempted from a requirement specified in sub-regulation (6).