

COMMERCIAL PAPER



Monte Titoli offers Commercial Paper Services

A Commercial Paper is a simple and extremely flexible financial instrument used to provide funding for short term credit needs.

Commercial Papers can be issued as an alternative to other more expensive forms of financing capital. It is an asset class that can guarantee diversification in funding sources and can be issued with maturities tailored to match cash flow. A large part of the European Commercial Paper has the label STEP, recognized by the Eurosystem and assigned in the presence of the required transparency and standardization requirements.

Centralization in Monte Titoli

Issuance and listing on ExtraMot

Obtaining the STEP label thanks to the authorization received from Monte Titoli by the ECB

Admission procedure a T+0

Collection of cash contextual to the distribution process (so called DvP Issuance)

Same tax benefits applicable to dematerialized instruments

Main advantages

Issuers

- Financing of circular capital at competitive costs
- Diversification of short term funding sources
- Extension of the investor base
- Flexibility in choosing the structure and duration of funding

Intermediaries

- Remuneration higher than the reference benchmark
- Benchmark Full compliance with the liquidity requirements set out in the specific regulations for money market funds
- Very simple and highly standardized tool
- Possibility of quotation on ExtraMOT with availability of an official reference price

Label STEP

- Tool much appreciated by the market because it is highly standardized and transparent
- Simplicity in the issuing process and in the maintenance of the program
- Speed in creating and launching the program (usually no more than two months)
- Eligible as collateral with the Eurosystem (if rating matches investment grade)

Contact

MTsalesteam@euronext.com

Find out more

www.montetitoli.com



Montetitoli.com

Disclaimer

This publication is for information purposes only and is not a recommendation to engage in investment activities. This publication is provided "as is" without representation or warranty of any kind. Whilst all reasonable care has been taken to ensure the accuracy of the content, Euronext does not guarantee its accuracy or completeness. Euronext will not be held liable for any loss or damages of any nature ensuing from using, trusting or acting on information provided. No information set out or referred to in this publication shall form the basis of any contract. The creation of rights and obligations in respect of financial products that are traded on the exchanges operated by Euronext's subsidiaries shall depend solely on the applicable rules of the market operator. All proprietary rights and interest in or connected with this publication shall vest in Euronext. No part of it may be redistributed or reproduced in any form without the prior written permission of Euronext. Euronext disclaims any duty to update this information. Euronext refers to Euronext N.V. and its affiliates. Information regarding trademarks and intellectual property rights of Euronext is located at www.euronext.com/terms-use.