

## Eurex Clearing Circular 009/19

# Eurex Repo transactions: Amendments to the Clearing Conditions and Price List of Eurex Clearing AG

### Summary

This circular contains information with respect to Eurex Clearing AG's service offering and corresponding amendments to the Clearing Conditions of Eurex Clearing AG ("Clearing Conditions") and Price List of Eurex Clearing AG ("Price List") regarding the following topics:

- Introduction of a new GC Pooling trade type for the Repo segment
- Exclusion of open term Repo transactions from the minimum transaction fee.

The amended sections of the Clearing Conditions and the Price List, as decided by the Executive Board of Eurex Clearing AG, are attached to this circular.

The aforementioned amendments will become effective as of **1 March 2019**.

### Attachments:

1. Amended sections of Chapter IV of the Clearing Conditions
2. Amended sections of No. 5 of the Price List

**Date:** 25 January 2019

**Recipients:** All Clearing Members, Non-Clearing Members, Basic Clearing Members, OTC-IRS-FCM Clients and Registered Customers of Eurex Clearing AG and Vendors

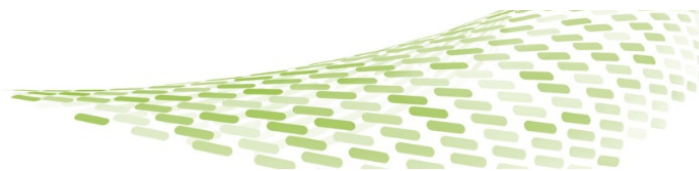
**Authorized by:**  
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**Target group:**

- All departments

**Contact:**

Your Key Account Manager Clearing,  
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## Eurex Repo transactions: Amendments to the Clearing Conditions and Price List of Eurex Clearing AG

### 1. New trading functionality: Early Settlement Trades

Eurex Repo will introduce a new GC Pooling trading functionality which will allow to settle the front leg of non-same day GC Pooling trades early in the morning. Trading Participants will have the possibility to mark certain GC Pooling trades for early settlement on the next day via a specific flag on the Eurex Repo trading platform.

Early settlement trades will not be considered in the CCP netting run, thus the front leg of the trades will settle gross, while the term leg will be processed net, if so adjusted. The settlement of the front leg of early settlement trades will take place already between 07:00 and 08:00 am CET instead of 10:00 am CET. This gives clients – especially buy-side clients – the possibility to raise enough cash in order to finance their variation margin debits which are due already at 08:00 am CET.

To implement the changes, the following provisions will be amended, as outlined in Attachment 1:

- Chapter IV Part 2 Number 2.2 of the Clearing Conditions

### 2. Exclusion of the minimum transaction fee for open Repo Trades

Eurex Clearing will exclude Repo Transactions with open end dates (“open Repos”) from the minimum transaction fee.

To implement the changes, the following provisions will be amended, as outlined in Attachment 2:

- Number 5 of the Price List

The amendments to the Clearing Conditions and to the Price List will become effective on 1 March 2019. As of this date, they will be available for download on the Eurex Clearing website [www.eurexclearing.com](http://www.eurexclearing.com) under the following link:

#### **Resources > Rules and Regulations**

Pursuant to Chapter I Part 1 Number 17.2.2 and Number 17.2.6 of the Clearing Conditions, each change and amendment of the Clearing Conditions published by this circular to Clearing Members, Non-Clearing Members, Registered Customers, OTC IRS FCM Clients and Basic Clearing Members affected by such change or amendment (Affected Customers) at least fifteen (15) Business Days prior to the effective date indicated herein, are deemed accepted by each Affected Customer, unless it objects by written notice to Eurex Clearing AG within such period. The right of Eurex Clearing AG to terminate the Clearing Agreement pursuant to Chapter I Part 1 Number 7.2.1 Paragraph (4) of the Clearing Conditions shall remain unaffected.

Pursuant to Number 14 Paragraph 3 of the Price List, the amendments and additions to the Price List as communicated with this circular shall be deemed to have been accepted by the respective Clearing Member unless such Clearing Member's written objection is submitted to Eurex Clearing AG within ten (10) business days after publication.

Terms used and not otherwise defined in this circular shall have the meaning ascribed to them in the Clearing Conditions.

If you have any questions or need further information please contact your Key Account Manager Clearing or send an e-mail to: [clearing.services-admission@eurexclearing.com](mailto:clearing.services-admission@eurexclearing.com).

25 January 2019

## Chapter IV of the Clearing Conditions of Eurex Clearing AG

# Clearing of Repo Transactions

As of 01.03.2019

Attachment 1 to Eurex Clearing circular 009/19	Eurex04e
Clearing Conditions of Eurex Clearing AG	As of 01.03.2019
	Page 2

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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[...]

## Part 2 Clearing of Repo Transactions

[...]

### 2.2. General Provisions

(1) [...]

(2) With respect to the procedure for delivery and payment resulting from Repo Transactions, the following provisions shall apply in addition to Chapter I Part 1 Number 1.2.5 and 1.4:

[...]

(d) Delivery and payment with regard to GC Pooling Repo Transactions:

[...]

For the purpose of this Chapter IV, "**Target Settlement Time**" shall mean the time until which any delivery or payment incumbent on the Clearing Member or Basic Clearing Member must be made available for settlement in such a way that the Clearing Member or Basic Clearing Member is able to fulfil its obligations vis-à-vis Eurex Clearing AG for the relevant day of performance.

(aa) Target Settlement Times for GC Pooling Repo Transactions:

[...]

(bb) Target Settlement Times for GC Pooling Early Settlement Repo Transactions

Eurex Clearing AG may offer the Clearing of GC Pooling Repo Transactions with an earlier Target Settlement Time for the Front Leg than the time specified in Subparagraph (aa) (“**GC Pooling Early Settlement Repo Transactions**”). Multilateral trading facilities may submit qualifying transactions with a special identifier agreed between Eurex Clearing AG and the relevant multilateral trading facility to identify them as GC Pooling Early Settlement Repo Transactions. If the Front Leg of each GC Pooling Early Settlement Repo Transaction is settled in any currency on a Business Day other than the trade date, the Target Settlement Time shall be 07:30 (Frankfurt am Main time). Except as otherwise provided in this Subparagraph (bb), Part 2 Number 2.2 (2) (d) (aa) shall apply *mutatis mutandis*.

[...]

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[...]

## 5. Repo Transaction Fees

For transactions pursuant to Chapter I ~~Part~~ Part 1 Number 5.1 of the Clearing Conditions ~~in connection Repo Transactions (as defined in Chapter IV Part 1 Number 1 (1))~~, Eurex Clearing shall charge fees for the settlement of Repo Transactions and positions:

**Price List of Eurex Clearing AG**

	<b>Transaction fee-* for all Repo Transactions with the exception of <u>GC Pooling Select Invest Repo Transactions</u> <u>Select Invest and Select Finance Repo Transactions</u></b>	<b>Transaction fee-* for GC Pooling Select Invest Repo Transactions</b>	<b>Transaction fee-* for Select Finance Repo Transactions</b>
<b>Clearing Members (other than Basic Clearing Members and Non-Clearing Members) and DC Market Participants / Indirect Client Market Participants</b>	0.0038_% p.a. <u>or a minimum fee-** of</u> EUR 15.00, CHF 17.00, GBP 14.00; or USD 17.00, respectively	0.0076_% p.a. <u>or a minimum fee** of</u> EUR 15.00, CHF 17.00, GBP 14.00; or USD 17.00, respectively	0.0076_% p.a. <u>or a minimum fee** of</u> EUR 15.00, CHF 17.00, GBP 14.00; or USD 17.00, respectively
<b>Basic Clearing Members</b>	n.a.	n.a.	0.0038_% p.a. <u>or a minimum fee-** of</u> EUR 15.00, CHF 17.00, GBP 14.00; or USD 17.00, respectively
<b>Specific Repo License Holders</b>	n.a.	0.0000	n.a.
* In relation to the purchase price of the Front-Leg and the period of time between the starting date for the Front-Leg (inclusive) and the end date for the Term-Leg of the respective Repo Transaction (exclusive), such calculation being made on the basis of Act/360.			
** Per concluded transaction, depending on the currency of the underlying Repo Transaction, <u>No minimum fee shall be charged for Repo Transactions with a term group marked with the addition "open"</u> .			

[...]

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