

28 Jun 2021
Eurex Clearing

Fixed Income derivatives: A. Introduction of Fixed Income ESG Index Futures; B. Withdrawal of admission of futures on the EURO STOXX 50® Corporate Bond Index

Eurex Clearing Circular 056/21 Fixed Income derivatives: A. Introduction of Fixed Income ESG Index Futures; B. Withdrawal of admission of futures on the EURO STOXX 50® Corporate Bond Index

1. Introduction

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

- A. Introduction of two new Fixed Income ESG Index Futures,
- B. Discontinuation of clearing services for EURO STOXX 50® Corporate Bond Index (FCBI).

The amendments will come into effect on **27 September 2021**.

Please refer to Eurex circular 060/21 for detailed trading-related information as well as the amendments of the relevant Rules and Regulations of Eurex Deutschland.

2. Required action

There is no required action for the participants.

A. Introduction of two new Fixed Income ESG Index Futures

Effective **27 September 2021**, Eurex Clearing will offer clearing services for two new Fixed Income ESG Index Futures:

- ◆ Futures on the Bloomberg Barclays MSCI Euro Corporate SRI Index (FECX),
- ◆ Futures on the Bloomberg Barclays MSCI Global Green Bond Index (FGGI).

In this context, the following measures will apply effective **27 September 2021**:

- ◆ Amendment to the Clearing Conditions regarding the inclusion of Fixed Income ESG Index Futures,
- ◆ Amendments to the Price List regarding the inclusion of Micro Futures on Fixed Income ESG Index Futures.

The following provisions will be amended as outlined in the attachments:

- ◆ Chapter II Part 2 Number 2.23, 2.23.1 and 2.23.2 of the Clearing Conditions,
- ◆ Number 3.1, 3.2.2.1, 3.2.2.2, 3.3 and 3.4 of the Price List.

Please refer to Eurex circular 060/21 for further information.

a. Contract Specifications

For the detailed Contract Specifications, please refer to Eurex circular 060/21.

b. Product group

The product group of the new products is as follows:

Product	Product group	Settlement location unit	Regulatory status	Settlement type	Product type	Product segment	Product currency	Capacity name
Futures on the Bloomberg Barclays MSCI Euro Corporate SRI Index (FECX)	E/I Futures in EUR	No	To be approved for trading in the U.S	Cash	F	Index	EUR	Cash/ Physical EUR
Futures on the Bloomberg Barclays MSCI Global Green Bond Index (FGGI)	E/I Futures in EUR	No	To be approved for trading in the U.S	Cash	F	Index	EUR	Cash/ Physical EUR

c. Transaction fees

The fees for the new products can be retrieved from the updated sections of the Price List, as outlined in Attachment 2.

d. Simulation

Starting **6 August 2021**, the new products will be available in the Eurex simulation environment for testing purposes. For further information, please refer to the simulation calendar on the Eurex website www.eurex.com under the following link:

Support > Initiatives & Releases > Simulation calendar

e. Risk parameters

Margins for the new products are calculated in Prisma. For the risk parameters of the new products, please refer to the Eurex Clearing website www.eurex.com/ec-en/ under the link:

Services > Risk parameters

As of the effective date, the full version of the amended Clearing Conditions and Price List will be available for download on the Eurex Clearing website under the following link:

Rules & Regs > Rules and Regulations

B. Discontinuation of clearing services for EURO STOXX 50[®] Corporate Bond Index (FCBI)

In parallel to the introduction of the Fixed Income ESG Index Futures, Eurex Clearing will discontinue the clearing services for the Futures on the EURO

STOXX 50[®] Corporate Bond Index (FCBI) with effective date **27 September 2021**.

In this context, the following provisions will be amended as outlined in the attachments:

- ◆ Chapter II Part 2 Number 2.23, 2.23.1 and 2.23.2 of the Clearing Conditions,
- ◆ Number 3.1, 3.3 and 3.4 of the Price List.

The amendments to the legal framework of Eurex Clearing AG published by this circular are deemed accepted by each affected contractual party of Eurex Clearing AG, unless the respective contractual party objects by written notice to Eurex Clearing AG within the first 10 Business Days after publication. Any ordinary right of Eurex Clearing AG to terminate the respective contract (including a Clearing Agreement, if applicable) shall remain unaffected.

Unless the context requires otherwise, terms used and not otherwise defined in this circular shall have the meaning ascribed to them in the Clearing Conditions or FCM Clearing Conditions of Eurex Clearing AG, as applicable.

Attachments:

1. Amended sections of the Clearing Conditions of Eurex Clearing AG
2. Amended sections of the Price List of Eurex Clearing AG

Further information

Recipients: All Clearing Members, Basic Clearing Members, Disclosed Direct Clients of Eurex Clearing AG, all FCM Clearing Members and other affected contractual parties and vendors

Target groups: Front Office/Trading, Middle + Backoffice, IT/System Administration, Auditing/Security Coordination

Contact: client.services@eurex.com

Related Circular: Eurex Circular 060/21

Web: www.eurex.com/ec-en/

Authorized: Jens Janka

by:

Further information

- [Attachment 1 to Eurex Clearing Circular 056/21](#)
- [Attachment 2 to Eurex Clearing Circular 056/21](#)

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Chapter II of the Clearing Conditions of Eurex Clearing AG

Transactions Concluded at Eurex Deutschland

(Eurex Exchange)

As of 27.09.2021

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

[...]

Part 2 Clearing of Futures Contracts

The following provisions shall apply to the clearing of Eurex Transactions that are futures contract transactions specified in Number 1 of the Eurex Contract Specifications (“**Futures Contracts**”).

[...]

2.23 Clearing of Bond Index Futures Contracts

The following provisions shall apply to the Clearing of Bond Index Futures Contracts specified in Number 1.234 of the Eurex Contract Specifications.

2.23.1 Payment Procedures

To the extent not provided otherwise, all payments shall be made on the Business Day following the final settlement day (Number 1.234.4 of the Eurex Contract Specifications). All Clearing Members must ensure their ability to effect payments on the due date thereof by having sufficient credit balances in the RTGS Account or the euroSIC Account.

2.23.2 Final Settlement Price

The final settlement price of the Index Futures Contracts will be determined by Eurex Clearing AG (pursuant to Number 1.234.4 of the Eurex Contract Specifications) at the final settlement day of a contract.

- (1) With respect to the Bloomberg Barclays MSCI-EURO STOXX 50® Corporate Bond Index Futures Contracts on total return indices~~Price Indices~~, the closing value of the underlying total return~~price~~ index on the last trading day shall be decisive.

[...]

[...]

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

[...]

3 Transaction Fees for Derivatives Transactions (Order Book Transactions and Off-Book Transactions on the Eurex Exchange)

[...]

3.1 Matching / Registration of Derivatives Transactions

[...]

Product / Product Group	Currency	Execution Type	Accounts	Standard Fee per Contract (contract volume ≤ threshold)	Reduced Fee per Contract (contract volume > threshold)	Threshold (number of contracts)		
[...]								
Bond Index Derivatives								
Bond Index Futures								
EURO STOXX 50® Corporate Bond Index Futures	EUR	Order book	A	0.60	n. a.	n. a.		
			P	0.50	n. a.	n. a.		
			M	0.50	n. a.	n. a.		
		TES	A	0.90	n. a.	n. a.		
			P	0.75	n. a.	n. a.		
			M	0.75	n. a.	n. a.		
<u>Bloomberg Barclays MSCI Euro Corporate SRI Index Futures</u>	EUR	<u>Order book</u>	<u>A</u>	<u>0.50</u>	<u>n. a.</u>	<u>n. a.</u>		
			<u>P</u>	<u>0.40</u>	<u>n. a.</u>	<u>n. a.</u>		
			<u>M</u>	<u>0.40</u>	<u>n. a.</u>	<u>n. a.</u>		
		<u>Eurex EnLight</u>	<u>A</u>	<u>0.75</u>	<u>n. a.</u>	<u>n. a.</u>		
			<u>P</u>	<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>		
			<u>M</u>	<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>		
		TES	<u>A</u>	<u>0.75</u>	<u>n. a.</u>	<u>n. a.</u>		
			<u>P</u>	<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>		
			<u>M</u>	<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>		
		<u>Bloomberg Barclays MSCI Global Green Bond Index Futures</u>	EUR	<u>Order book</u>	<u>A</u>	<u>0.50</u>	<u>n. a.</u>	<u>n. a.</u>
					<u>P</u>	<u>0.40</u>	<u>n. a.</u>	<u>n. a.</u>
					<u>M</u>	<u>0.40</u>	<u>n. a.</u>	<u>n. a.</u>
<u>Eurex EnLight</u>	<u>A</u>			<u>0.75</u>	<u>n. a.</u>	<u>n. a.</u>		
	<u>P</u>			<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>		
	<u>M</u>			<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>		

Product / Product Group	Currency	Execution Type	Accounts	Standard Fee per Contract (contract volume ≤ threshold)	Reduced Fee per Contract (contract volume > threshold)	Threshold (number of contracts)
			<u>M</u>	<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>
			<u>A</u>	<u>0.75</u>	<u>n. a.</u>	<u>n. a.</u>
		<u>TES</u>	<u>P</u>	<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>
			<u>M</u>	<u>0.60</u>	<u>n. a.</u>	<u>n. a.</u>
[...]						

[...]

3.2 Rebates

[...]

3.2.2 Volume Rebates

3.2.2.1 General Provisions

(1) Eurex Clearing shall grant volume rebates on a monthly basis (i) on Eligible Transaction Fees pursuant to Number 3.2.2.1 Paragraph (2), if (ii) Eligible Volume pursuant to Paragraphs (3) to (9) in a specific product group in a given calendar month ("**Eligible Volume**") (iii) exceeds at least the Tier 1 thresholds as defined in Number 3.2.2.2 and 3.2.2.3 and (iv) all further requirements of this Section are met.

[...]

(3) Eligible Volume considers all transactions per Eurex Member ID of a Clearing Member, DC Market Participant, Indirect Client Market Participant, DC With System Access or Basic DC wID, which have been correctly booked on P-Accounts. For the avoidance of doubt, transactions in Alternative Contract Specifications (as defined in Number 3.2.1 of the Eurex Contract Specifications) shall also qualify as Eligible Volume, if the aforementioned requirements are met.

—When determining the Eligible Volume in accordance with Number 3.2.2.1 Paragraph (5) ~~to (9)~~ and to the extent not stated otherwise in Paragraph (4), Eurex Clearing shall consider each Eurex Member ID independently from each other.

[...]

3.2.2.2 Volume Rebates in Futures

(1) When calculating Eligible Volume for Equity Index Futures and Interest Rate Futures, only transactions executed via the order book are considered.

When calculating Eligible Volume for Bond Index Futures, transactions executed via order book, Eurex EnLight and/or TES are accumulated.

[...]

- (3) The thresholds and rebate levels per product group as applied in Number 3.2.2.1 Paragraph (8) are listed in the following tables:

[...]

c. Bond Index Futures

<u>Execution Type</u>		<u>Tier 1</u>	<u>Tier 2</u>	<u>Tier 3</u>	<u>Tier 4</u>
<u>Order book,</u>	<u>Threshold</u>	<u>2,000</u>	<u>4,000</u>	<u>6,000</u>	<u>8,000</u>
<u>TES and/or</u>	<u>Rebate Level</u>				
<u>Eurex</u>		<u>30%</u>	<u>50%</u>	<u>70%</u>	<u>80%</u>
<u>EnLight</u>					

[...]

3.3 Position Closing Adjustments

- (1) [...]

Product / Product Group	Account	Fee per Contract
[...]		
Bond Index Derivatives		
<u>EURO STOXX 50® Corporate Bond Index Futures</u>	<u>A</u>	<u>EUR 1.20</u>
	<u>P</u>	<u>EUR 1.00</u>
	<u>M</u>	<u>EUR 1.00</u>
<u>Bloomberg Barclays MSCI Euro Corporate SRI Index Futures</u>	<u>A</u>	<u>EUR 1.00</u>
	<u>P</u>	<u>EUR 0.80</u>
	<u>M</u>	<u>EUR 0.80</u>
<u>Bloomberg Barclays MSCI Global Green Bond Index Futures</u>	<u>A</u>	<u>EUR 1.00</u>
	<u>P</u>	<u>EUR 0.80</u>
	<u>M</u>	<u>EUR 0.80</u>
[...]		

[...]

3.4 Cash Settlement

(1) [...]

Product / Product Group	Account	Fee per Contract	Maximum Fee for Contracts on the same underlying
[...]			
Bond Index Derivatives			
EURO STOXX 50® Corporate Bond Index Derivatives	A	EUR 0.60	n. a.
	P	EUR 0.50	n. a.
	M	EUR 0.50	n. a.
<u>Bloomberg Barclays MSCI Euro Corporate SRI Index Futures</u>	A	EUR 0.50	n. a.
	P	EUR 0.40	n. a.
	M	EUR 0.40	n. a.
<u>Bloomberg Barclays MSCI Global Green Bond Index Futures</u>	A	EUR 0.50	n. a.
	P	EUR 0.40	n. a.
	M	EUR 0.40	n. a.
[...]			

[...]

[...]
