



Release date: 20 Aug 2020 | Eurex Clearing

No. 071/2020

Euro-Fixed Income futures: Amendments to the Clearing Conditions of Eurex Clearing AG

Eurex Clearing Circular 071/20

1. Introduction

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

- Adjustment of the obligations for performance for the delivery of Euro-Fixed Income futures contracts on debt securities of the Republic of Italy

Debt securities of the Republic of Italy that are explicitly issued as "BTP Futura" shall not be deliverable under Short term Euro-BTP-Futures Contracts, Mid term Euro-BTP-Futures Contracts and Euro-BTP-Futures Contracts.

In this context, the respective provisions of the Clearing Conditions will be amended effective **11 September 2020** for the products FBTP/FBTPM/FBTS.

Please refer to Eurex circular 063/20 for further information as well as for the amendments of the relevant Rules and Regulations of Eurex Deutschland.

2. Required action

There is no action required from the Clearing Members.

3. Details

In June 2020, the Ministero dell'Economia e delle Finanze (MEF) Dipartimento del Tesoro, Italy, announced a new issuance for Covid-19 emergency and economic recovery, named as "BTP Futura".

This new form of BTP Futura bond was admitted for individual retail investors and similarly classified persons only. Due to the retail nature of the new BTP Futura bonds and small issuance volumes those bonds will not be included in the deliverable baskets of Euro-BTP-Futures, Short- and Medium Euro-BTP-Futures.

Based on this decision, the Executive Board of Eurex Clearing decided to amend the Clearing Conditions with effective date 11 September 2020.

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

- Chapter II Part 2 Number 2.3.4 of the Clearing Conditions

As of the effective date, the full version of the amended Clearing Conditions will be available for download on the Eurex Clearing website www.eurexclearing.com under the following link:

[Rules & Reg's > Rules and Regulations > Clearing Conditions](#)

The changes and 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 fifteen (15) 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 [COOKIE SETTINGS](#) Clearing Conditions or FCM Clearing Conditions of Eurex Clearing AG, as applicable.

Attachment:

- Amended sections of the Clearing Conditions of Eurex Clearing AG

Further information

Recipients: All Clearing Members, Basic Clearing Members and Disclosed Direct Clients of Eurex Clearing AG

Target groups: Front Office/Trading, Middle + Back Office

Contact: client.services@eurexclearing.com

Related circular: Eurex circular 063/20

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Further information

[Attachment to Eurex Clearing circular 071/20](#)

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Chapter II of the Clearing Conditions of Eurex Clearing AG

Transactions Concluded at Eurex Deutschland

(Eurex Exchange)

As of 11.09.2020

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

[...]

Part 2 Clearing of Futures Contracts

[...]

2.3 Clearing of Fixed Income Futures Contracts

[...]

2.3.4 Fulfilment, Delivery

- (1) A delivery obligation arising out of a short position in a Euro-fixed income Futures Contract may only be performed with debt securities as determined by Eurex Clearing AG. For delivery, debt securities denominated in EUR with a fixed coupon of Germany (for Euro-Schatz-, Euro-Bobl-, Euro-Bund- and Euro-Buxl Futures Contracts), of the Republic of Italy (for Short term Euro-BTP-Futures Contracts, Mid term Euro-BTP-Futures Contracts and Euro-BTP-Futures Contracts), of the Republic of France (for Euro-OAT-Futures Contracts and Mid-Term Euro-OAT-Futures Contracts) and of the Kingdom of Spain (for Euro-BONO-Futures Contracts) can be chosen with a remaining uncallable term of:

- [...]

The debt securities of the Federal Republic of Germany until and including the December 2020 contract expiry have to possess a minimum issuance volume of EUR 5 billion, with the introduction of the March 2021 contract expiry, the debt securities of the Federal Republic of Germany have to possess a minimum issuance volume of EUR 4 billion. Debt securities of the Republic of Italy, the Republic of France and the Kingdom of Spain have to possess a minimum issue volume of EUR 5 billion. Debt securities of the Republic of Italy and the Kingdom of Spain have to possess a minimum issuance volume of EUR 5 billion no later than 10 exchange days prior to the last trading day of the current due month (Number 1.2.4 of the Eurex Contract Specifications), otherwise, they shall not be deliverable until the

delivery day of the current due month. Debt securities of the Republic of Italy that are explicitly issued as 'BTP Futura' shall not be deliverable under Short term Euro-BTP-Futures Contracts, Mid term Euro-BTP-Futures Contracts and Euro-BTP-Futures Contracts.

[...]

[...]
