



eurex clearing circular 135/17

Date: 19 December 2017
Recipients: All Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Thomas Laux

<p><u>Property Derivatives:</u> <u>Discontinuation of clearing services for IPD® UK Annual All Property, UK Annual All Retail, UK Annual All Office and UK Annual All Industrial Index Futures</u></p>	
<p>Related Eurex circular: 149/17 Contact: Clearing Operations, T +49-69-211-1 12 50, clearing@eurexclearing.com, Risk Control, T +49-69-211-1 24 52, risk@eurexclearing.com</p>	
<p>Content may be most important for:</p> <p>➔ All departments</p>	<p>Attachments:</p> <ol style="list-style-type: none"> 1. Updated sections of the Clearing Conditions of Eurex Clearing AG 2. Updated sections of the Price List of Eurex Clearing AG
<p><u>Summary:</u></p> <p>In conjunction with the decision taken by the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG (collectively: the Eurex Exchanges) to delist the IPD® UK Annual All Property, UK Annual All Retail, UK Annual All Office and UK Annual All Industrial Index Futures, Eurex Clearing will discontinue the clearing services for these products with effect from 5 February 2018.</p> <p>This circular contains the updated sections of:</p> <ul style="list-style-type: none"> • Clearing Conditions of Eurex Clearing AG (Clearing Conditions) • Price List of Eurex Clearing AG (Price List) <p>For information especially on the delisting of the products and the updated sections of the relevant Rules and Regulations of the Eurex Exchanges, please refer to Eurex circular 149/17.</p>	

Property Derivatives:
Discontinuation of clearing services for IPD® UK Annual All Property, UK Annual All Retail, UK Annual All Office and UK Annual All Industrial Index Futures

In conjunction with the decision taken by the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG (collectively: the Eurex Exchanges) to delist IPD® UK Annual All Property, UK Annual All Retail, UK Annual All Office and UK Annual All Industrial Index Futures, Eurex Clearing will discontinue the clearing services for these products with effect from 5 February 2018.

This circular contains the updated sections of:

- Clearing Conditions of Eurex Clearing AG (Clearing Conditions)
- Price List of Eurex Clearing AG (Price List)

For information especially on the delisting of the products and the updated sections of the relevant Rules and Regulations of the Eurex Exchanges, please refer to Eurex circular 149/17.

1. Amendments to the Clearing Conditions

Please refer to attachment 1 for the updated sections of the Clearing Conditions.

The amendments will become effective on 5 February 2018. 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:

Resources > Rules and Regulations > Clearing Conditions

2. Amendments to the Price List

Please refer to attachment 2 for the updated sections of the Price List.

The amendments will become effective on 5 February 2018. As of the effective date, the full version of the amended Price List will be available for download on the Eurex Clearing website under the following link:

Resources > Rules and Regulations > Price list

Pursuant to Chapter I Part 1 Number 17.2.2 and Number 17.2.6 of the Clearing Conditions, the amendments to the Clearing Conditions communicated with this circular are deemed to have been accepted by each Clearing Member, Basic Clearing Member, FCM Clearing Member, Non-Clearing Member and each Registered Customer and FCM Client affected by such amendment unless they object in writing to Eurex Clearing at least fifteen (15) business days prior to the actual effective date of such amendment of the Clearing Conditions.

Pursuant to Number 14 Paragraph 3 of the Price List, the amendments 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.

If you have any questions or require further information, please contact Clearing Operations at tel. +49-69-211-1 12 50 or send an e-mail to: clearing@eurexclearing.com. Alternatively, Risk Control is available at tel. +49-69-211-1 24 52 or via e-mail to: risk@eurexclearing.com.

19 December 2017

Chapter II of the Clearing Conditions of Eurex Clearing AG

Transactions Concluded at Eurex Deutschland and Eurex Zürich

(Eurex Exchanges)

As of 05.02.2018

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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 futures contract transactions specified in Number 1 of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich ("**Eurex Contract Specifications**").

[...]

2.10 Clearing of Property Index Futures Contracts

The following provisions shall apply to the Clearing of Property Index Futures contract transactions specified in Number 1.449 of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich.

2.10.1 Payment Procedures

All payments shall be made on the Business Day following the final settlement day (Number 1.449.4 of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich). All Clearing Members shall ensure their ability to effect payments on the due date thereof by having sufficient credit balances in the respective currency of the contract in the account with a payment institution recognised by Eurex Clearing AG (available on www.eurexclearing.com).

2.10.2 Final Settlement Price

The final settlement price of the Property Index Futures contracts will be determined by Eurex Clearing AG on the final settlement day of a contract (Number 1.409.4 of the Contract Specifications for Futures Contracts and Options Contracts at the Eurex Deutschland and Eurex Zürich).

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The final settlement price of a Property Index Futures contract shall be determined under inclusion of the index values respectively published by the index provider as at the final settlement day.

In case Eurex Clearing AG does not possess index data underlying a Property Index Futures contract or if, due to other reasons, the final settlement price on the basis of the relevant index cannot be determined, Eurex Clearing AG may determine the final settlement price by means of another procedure. The value of a similar index may be used therefore. When choosing an alternative procedure, Eurex Clearing AG shall, as far as possible, take into account the similarity to the original index.

~~For IPD® UK Annual All Property (Excluding Residential Specialist Funds), IPD® UK Annual All Retail, IPD® UK Annual All Office and IPD® UK Annual All Industrial Futures Contracts, the final settlement price shall be determined in percent; the decimal places shall commercially be rounded to the next possible interval of 0.005, or 0.01, or multiples thereof.~~

~~The final settlement price shall reflect a nominal value of 100 plus the Annual Total Return or minus a loss during the calculation period (one calendar year) of the index.~~

The formula is as follows:

$$\text{Final Settlement Price} = 100 * [\text{TR}_t / \text{TR}_{(t-1)}]$$

~~TR_t — Total Returns Index Value at the end of the Annual Index Calculation Period~~

~~TR_(t-1) — Total Returns Index Value at the beginning of the Annual Index Calculation Period~~

For IPD® UK Quarterly Shopping Centre Index Futures Calendar Year Returns,
 IPD® UK Quarterly Retail Warehouse Index Futures Calendar Year Returns,
 IPD® UK Quarterly City Office Index Futures Calendar Year Returns,
 IPD® UK Quarterly Westend & Midtown Office Index Futures Calendar Year Returns
 IPD® UK Quarterly South Eastern Industrial Index Futures Calendar Year Returns
 IPD® UK Quarterly All Property Calendar Year Total Returns,
 IPD® UK Quarterly All Retail Calendar Year Total Returns,
 IPD® UK Quarterly All Office Calendar Year Total Returns and
 IPD® UK Quarterly All Industrial Calendar Year Total Returns
 [...]

2.10.3 Performance, Delivery

Open positions from the last trading day shall be balanced by means of a net payment credited to or debited from the internal cash account of the Clearing Member pursuant to Chapter I Part 1 Number 4.3. The booking amount shall be calculated on the final settlement day (Number 1.449.4 of the Contract Specifications for Futures Contracts and

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Options Contracts at Eurex Deutschland and Eurex Zürich). Such payment shall equal the difference between the final settlement price of such contract and its daily settlement price of the previous Business Day, provided that the positions have already existed on the previous day. For positions opened on the last trading day, the booking amount shall equal the difference between the final settlement price and the trading price. The cash settlement pursuant to Sentence 1 shall then take place on the performance date; this shall be the Business Day following the final settlement day.

Price List of Eurex Clearing AG

AMENDMENTS ARE MARKED AS FOLLOWS:

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DELETIONS ARE CROSSED OUT

[...]

3. Transaction Fees for Derivatives Transactions (Order Book Transactions and Off-Book Transactions on the Eurex Exchanges)**3.1 Matching / Registration of Derivatives Transactions**

[...]

- (5) For security transactions in shares resulting from Combination Transactions Option-Share, transaction fees pursuant to Number 3.11 in connection with Number 8.1.1 shall be charged.

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)
Property Index Derivatives						
Property Index Futures						
IPD®-UK Annual All Industrial Index-Futures	GBP	Order-book	A	8.00	n.-a.	n.-a.
			P	8.00	n.-a.	n.-a.
			M	8.00	n.-a.	n.-a.
		Off-book	A	12.00	n.-a.	n.-a.
			P	12.00	n.-a.	n.-a.
			M	12.00	n.-a.	n.-a.
IPD®-UK Annual All Office Index-Futures	GBP	Order-book	A	8.00	n.-a.	n.-a.
			P	8.00	n.-a.	n.-a.
			M	8.00	n.-a.	n.-a.
		Off-book	A	12.00	n.-a.	n.-a.
			P	12.00	n.-a.	n.-a.
			M	12.00	n.-a.	n.-a.

Price List of Eurex Clearing AG

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)
			M	12.00	n. a.	n. a.
IPD® UK Annual All Property (Excluding Residential Specialist Funds) Index Futures	GBP	Order book	A	8.00	n. a.	n. a.
			P	8.00	n. a.	n. a.
			M	8.00	n. a.	n. a.
		Off-book	A	12.00	n. a.	n. a.
			P	12.00	n. a.	n. a.
			M	12.00	n. a.	n. a.
IPD® UK Annual All Retail Index Futures	GBP	Order book	A	8.00	n. a.	n. a.
			P	8.00	n. a.	n. a.
			M	8.00	n. a.	n. a.
		Off-book	A	12.00	n. a.	n. a.
			P	12.00	n. a.	n. a.
			M	12.00	n. a.	n. a.
IPD® UK Quarterly City Office Index Futures Calendar Year Returns	GBP	Order book	A	8.00	n. a.	n. a.
			P	8.00	n. a.	n. a.
			M	8.00	n. a.	n. a.
		Off-book	A	12.00	n. a.	n. a.
			P	12.00	n. a.	n. a.
			M	12.00	n. a.	n. a.
[...]						

[...]

3.3 Position Closing Adjustments

Position Closing Adjustments, if these do not take place until 13:30 CET on the trading day following the day of the transaction, shall be priced as follows:

Product / Product Group	Fee per Contract
Property Index Derivatives	
IPD® UK Annual All Industrial Index Futures	GBP 16.00

Price List of Eurex Clearing AG

Product / Product Group	Fee per Contract
IPD® UK Annual All Office Index Futures	GBP 16.00
IPD® UK Annual All Property (Excluding Residential Specialist Funds) Index Futures	GBP 16.00
IPD® UK Annual All Retail Index Futures	GBP 16.00
IPD® UK Quarterly City Office Index Futures Calendar Year Returns	GBP 16.00
[...]	

3.4 Cash Settlement

Product / Product Group	Fee per Contract	Maximum Fee for Contracts on the same underlying of each A-, P- and M-Account
Property Index Derivatives		
IPD® UK Annual All Industrial Index Futures	GBP 8.00	n. a.
IPD® UK Annual All Office Index Futures	GBP 8.00	n. a.
IPD® UK Annual All Property (Excluding Residential Specialist Funds) Index Futures	GBP 8.00	n. a.
IPD® UK Annual All Retail Index Futures	GBP 8.00	n. a.
IPD® UK Quarterly City Office Index Futures Calendar Year Returns	GBP 8.00	n. a.
[...]		

[...]
