Eurex Clearing Circular 015/19

EurexOTC Clear: Service introduction on 17 June 2019 (OTC Release 9.2)

Summary

With this circular, Eurex Clearing announces the introduction of service enhancements on **17 June 2019** with OTC Release 9.2.

The timeline for the service introduction/new release is as follows:

Start of OTC Release 9.2 simulation:	**15 May 2019**
Introduction date for OTC Release 9.2:	**17 June 2019**

All functional changes will be reflected in the upcoming documentation, published according to the attached "EurexOTC Clear Enhancements – Member Communication Calendar". This calendar is also available in the <u>Member Section</u> of the Eurex Clearing website www.eurexclearing.com under the following path:

> **<u>Member Section</u> > Technology > EurexOTC Clear > System Documentation > Overview**

Please note that the functions and services to be introduced might have an impact on EurexOTC Clear Members' internal processes. Therefore, it might be necessary for EurexOTC Clear Members to update their internal processes and interfaces. In case of cooperation with back-office vendors, EurexOTC Clear Members should contact their third-party providers as soon as possible to ensure that the necessary adjustments can be made.

This circular contains a description of the changes and enhancements which will be introduced. For a detailed description of the changes, please refer to the functional and technical documentation that will be provided as announced in the attachment.

Attachment:

- EurexOTC Clear Enhancements – Member Communication Calendar

Date: 15 February 2019

Recipients:

All Clearing Members, Basic Clearing Members, FCM Clearing Members, Disclosed Direct Clients and DCs With System Access of Eurex Clearing AG and Vendors

Authorized by:

Thomas Laux

Target group:

- All departments

Contact:

Your Key Account Manager Clearing, otcrelease@eurexclearing.com

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The timeline for the service introduction/new release is as follows:

Start of OTC Release 9.2 simulation:	15 May 2019
Introduction date for OTC Release 9.2:	17 June 2019

Please note that the functions and services to be introduced with this release might have an impact on EurexOTC Clear Members' internal processes. Therefore, it might be necessary for EurexOTC Clear Members to update their internal processes and interfaces (EurexOTC Clear Reports, Eurex Clearing FpML Interface, FpML TradeEntry Interface).

In case of cooperation with back-office vendors, EurexOTC Clear Members should contact their third-party providers as soon as possible to ensure that the necessary adjustments can be made. For a detailed description of the changes that will be introduced with EurexOTC Clear Release 9.2, please refer to the functional and technical documentation which will be published according to the attached Communication Calendar.
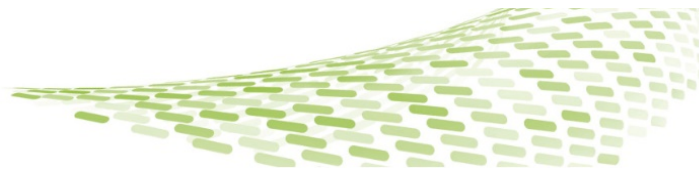
Functional and technical changes for all EurexOTC Clear products

It is planned to expand the EurexOTC Clear Service (OTC IRS and OTC Currency Products) with the following functionalities:

- **FpML TradeEntry Interface (used by Approved Trade Sources):** The existing "Trade Entry API Ping Response" message is changed from binary to text format as for other trade entry API requests.

- **Logic for populating the WF-Role in FpML messages:** The WFRole will be "Client" if the trade is booked in the General Clearing Member's Specified Client Account or any Disclosed Client (DC)'s accounts (P-Account, A1-A9-Account or any fund account under the DC).

The below changes are only relevant for the U.S. Clearing Model (LSOC) for Swap clearing:

- The LSOC service offering will be enhanced to support the "LSOC Without Excess Model" (see Number 6.4 of the FCM Regulations of Eurex Clearing AG) and to support fund manager and other DC set-ups, as for the European model.

- For the Post Trade Event (PTE) "account transfer", a take-up process will be introduced. This will allow U.S. Clearing Members (FCM Clearing Members) to perform a risk/limit check during an account transfer process (trades will be stopped at "PTE_WAIT_TAKEUP" status until the new Clearing Member/FCM Clearing Member has accepted the trade).

- For the take-up process, Eurex Clearing will adopt a rule to explicitly require its FCM Clearing Members to accept or reject such take-up requests within a certain timeframe. After this timeframe elapsed, trades will be rejected. If there is any delay in performing the take-up by the FCM Clearing Member, Eurex Clearing will inform the customer via the FpML-API Interface.

In preparation of the enhancements and if not already done, please nominate one or more project coordinators responsible for EurexOTC and add the contact details in the Member Section of the Eurex Clearing website under the path:

Member Section > Contacts > Your internal contacts > Release Contacts

Once the contact details of the project coordinator/s have been entered in the Member Section, they will regularly receive the EurexOTC Clear simulation newsflash.

Eurex Clearing uses the EurexOTC Clear simulation newsflash as a regular information channel in order to support your simulation and preparation activities for EurexOTC Clear enhancements. With the newsflash, Eurex Clearing informs about general simulation issues, simulation-specific behaviours, known limitations as well as any documentation updates (e.g. publication of functional and technical documents).

Release-independent documentation adjustments related to the complexity reduction

As announced in Eurex Clearing circulars 102/18 and 001/19, Eurex Clearing recently revised its rulebook and related documents to further reduce the complexity of the legal framework and to serve Clearing Members and their clients with an increased flexibility in functional set-ups accompanied with a facilitated on-boarding process. The amendments are effective as of 28 January 2019. The OTC Clear Procedures Manual, OTC Clear OTC GUI User Guide and OTC Clear Reports Manual have been updated accordingly and are available for download via the Member Section on the Eurex Clearing website www.eurexclearing.com under the following path:

Member Section >Technology > EurexOTC Clear > System Documentation

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.

If you have any questions or need further information, please contact your Key Account Manager Clearing by sending an e-mail to: otcrelease@eurexclearing.com.

15 February 2019

EurexOTC Clear Enhancements

Member Communication Calendar

	Jan				Feb				Mar				Apr					May				Jun				Jul					Aug				Sep				Oct					Nov				Dec			
CW	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	50	51	52
Enhancements Announcement for introduction 17.06.2019 (Release 9.2)							✔																																													
Enhancements Announcement for introduction 18.11.2019 (Release 10.0)																				Δ¹																																
Simulation (preliminary versions)																																																				
EurexOTC Clear Report Manual				✔									◊																																							
EurexOTC Clear Reports - Samples & XSDs													◊																																							
EurexOTC Clear GUI User Guide					✔								◊																																							
Prisma Margin Calculator User Guide													◊																																							
Prisma Margin Calculator Trade Templates & Field Description													◊																																							
FpML Interface Documents													◊																																							
FpML Interface Sample Messages & XSDs													◊																																							
EurexOTC Clear Simulation Guide																	◊																																			
Start of Member Simulation																				15.05.2019																																
Production (final versions)																																																				
EurexOTC Clear Report Manual																					◊																															
EurexOTC Clear Reports - Samples & XSDs																					◊																															
EurexOTC Clear GUI User Guide																					◊																															
Prisma Margin Calculator User Guide																					◊																															
Prisma Margin Calculator Trade Templates & Field Description																					◊																															
FpML Interface Documents																					◊																															
FpML Interface Sample Messages & XSDs																					◊																															
Clearing Conditions																					◊																															
EurexOTC Clear Risk Methodology Description																							◊																													
EurexOTC Clear Procedures Manual					✔																		◊																													
Production Announcement																							◊																													
Production Introduction																								17.06.2019																							18.11.2019				

¹ Document update dates will be communicated together with enhancement announcement