



## eurex clearing circular 136/14

**Date:** 23 September 2014  
**Recipients:** All Clearing Members, Non-Clearing Members and Registered Customers of Eurex Clearing AG and Vendors  
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### **Decommissioning of Risk-based Margining: Mandatory migration timeline to Eurex Clearing Prisma**

**Related Eurex Clearing circulars:** 062/14, 071/14, 101/14

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**Content may be most important for:**

Ü All departments

**Attachments:**

none

#### **Summary:**

With this circular, Eurex Clearing would like to inform all Members and customers about the timeline of decommissioning Risk-based Margining (RBM) and the mandatory migration to Eurex Clearing Prisma, the new portfolio-based risk methodology.

Eurex Clearing Prisma is being introduced in a stepwise approach. During 2015, RBM and Prisma will continue to run in parallel, allowing Members to migrate to the new risk method at their own pace. The main product groups equity derivatives, equity index derivatives and fixed income derivatives are already available in Prisma. Further products will be added in the course of 2015. Eurex Clearing will decommission RBM in two major steps as follows:

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|-------------------------------------|--|
| <b>First step<br/>end of 2015:</b>  | Decommissioning of RBM for <b>all exchange-traded derivatives (ETDs)</b> assigned to Liquidation Groups in Eurex Clearing Prisma by the end of 2015. |
| <b>Second step<br/>end of 2016:</b> | Full decommissioning of RBM for <b>all remaining products</b> cleared by Eurex Clearing (equities, bonds, repos etc.).                               |

Eurex Clearing recommends that all Members and customers who are still using RBM plan for an early migration to allow for a smooth transition to the new methodology. By the end of 2015, using Eurex Clearing Prisma will become **mandatory** for all ETDs assigned to Liquidation Groups in Eurex Clearing Prisma. At the same time, RBM will no longer be supported for these products.



**Decommissioning of Risk-based Margining:  
Mandatory migration timeline to Eurex Clearing Prisma**

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**Migration to Eurex Clearing Prisma (simulation and production)**

To facilitate the migration, a parallel report service (hypothetical margin reports) is provided to all Members who have not yet migrated individual accounts to Eurex Clearing Prisma. These reports are produced under the assumption that a Clearing Member migrates all positions of all Liquidation Groups which are already available under the margin methodology to Eurex Clearing Prisma. Detailed information regarding the hypothetical margin report can be found in Eurex Clearing circular 024/13 and in the "Eurex Clearing Prisma – Customer Roadmap" available in the Member Section on the Eurex Clearing website under the following path:

**Member Section > Risk & Collateral Management > Eurex Clearing Prisma > Documents & Circulars**

To assist the individual migration process to Eurex Clearing Prisma, Eurex Clearing provides Members with a migration tool. The tool is accessible via the Member Section on the Eurex Clearing website under the following path:

**Member Section > Risk & Collateral Management > Eurex Clearing Prisma > Migration Tool**

**Eurex Clearing Prisma – List of eligible products**

A full list of all Prisma eligible products is currently available on the Eurex Clearing website and will be updated on a daily basis. The list is available on the Eurex Clearing website under the following link:

**Risk management > Risk parameters**

If you have any questions, please contact Stefan Krause, Trading & Clearing Services, tel. +49-69-211-1 96 10 or e-mail: [stefan.krause@eurexclearing.com](mailto:stefan.krause@eurexclearing.com) or Alexander Rose, Clearing Business Development, tel. +49-69-211-1 49 75 or e-mail: [alexander.rose@eurexclearing.com](mailto:alexander.rose@eurexclearing.com).