



eurex clearing circular 101/14

Date: 1 August 2014
Recipients: All Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Thomas Laux

Eurex Clearing Prisma Release 2.05: **Release introduction, simulation start and publication of documents**

Related Eurex Clearing circulars: 024/13, 062/14, 071/14

Contact: Stefan Krause, Trading & Clearing Services, T +49-69-211-1 96 10,
stefan.krause@eurexclearing.com;
 Alexander Rose, Clearing Business Development,
 T +49-69-211-1 49 75, alexander.rose@eurexclearing.com

Content may be most important for:

- Ü Middle + Backoffice
- Ü IT/System Administration
- Ü Auditing/Security Coordination

Attachments:

- (only on Eurex Clearing website)
1. Member Simulation Guide – Release 2.05
 2. Eurex Clearing Prisma – Report Reference Manual – Release 2.05
 3. Customer Roadmap

Summary:

Since the introduction of Eurex Clearing Prisma Release 2.0 on 26 May 2014 Members have been able to migrate their listed fixed income (FI) products to the Eurex Clearing Prisma margin methodology and benefit from the efficiencies achieved from cross-margining between Interest Rate Swaps (IRS) on EurexOTC Clear and listed FI products as well as Money Market products.

With the introduction of Release 2.05 on 15 September 2014 Eurex Clearing Prisma will be available for Flexible Accounts introduced with Eurex Clearing's new clearing architecture C7. Starting 29 September 2014, cross-margining between IRS and listed FI products will be supported as well on Flexible Accounts.

The details for the Release 2.05 are as follows:

Release:	Eurex Clearing Prisma Release 2.05
Start of simulation:	4 August 2014
Introduction date:	15 September 2014 (Prisma available for Flexible Accounts) 29 September 2014 (Cross Margining available for Flexible Accounts)



Eurex Clearing Prisma Release 2.05:
Release introduction, simulation start and publication of documents

Since the introduction of Eurex Clearing Prisma Release 2.0 on 26 May 2014 Members have been able to migrate their listed fixed income (FI) products to the Eurex Clearing Prisma margin methodology and benefit from the efficiencies achieved from cross-margining between Interest Rate Swaps (IRS) on EurexOTC Clear and listed FI products as well as Money Market products.

With the introduction of Release 2.05 on 15 September 2014 Eurex Clearing Prisma will be available for Flexible Accounts introduced with Eurex Clearing's new clearing architecture C7. Starting 29 September 2014, cross-margining between IRS and listed FI products will be supported as well on Flexible Accounts.

The details for the Release 2.05 are as follows:

Release:	Eurex Clearing Prisma Release 2.05
Start of simulation:	4 August 2014
Introduction date:	15 September 2014 (Prisma available for Flexible Accounts) 29 September 2014 (Cross Margining available for Flexible Accounts)

With Eurex Clearing Prisma Release 2.05 two new Member reports will be introduced. Both new reports are included and described in the Eurex Clearing Prisma – Report Reference Manual Release 2.05:

- The “CP007 – Cross-Margining Allocation” report is provided intraday after each Margin Optimizer run (currently scheduled every two hours) on the Common Report Engine (CRE). The report shows the allocation of the FI products to the Liquidation Group splits after each Margin Optimizer run. It also contains the initial margin (IM) figures before and after the margin optimization.
- The “CP020 – Margin Drilldown” report shows the contribution of the different positions to the initial margin (IM) figure on portfolio level, broken down to pure market risk correlation break adjustment, compression model adjustment, liquidity adjustment and long option credit and allows the allocation of risk to different business types: listed (including flex contracts) and OTC IRS.

The following documents for Eurex Clearing Prisma Release 2.05 have been made available for download in the Member Section on the Eurex Clearing website www.eurexclearing.com under the path:

**Member Section > Clearing Resources > Eurex Clearing Prisma > Documents & Circulars >
Documents Release 2.0**

Eurex Clearing Prisma – Member Simulation Guide Release 2.05

This document provides detailed information for the Release 2.05 simulation. The simulation period is scheduled from 4 August 2014 to 12 September 2014. From 15 September 2014 onwards, Eurex Clearing Prisma Release 2.05 will be available in the permanent simulation environment operated by Eurex Clearing. Further details about recommended test scenarios, regarding system availability, simulation calendar and product scope for simulation are also included in this document.

Eurex Clearing Prisma – Report Reference Manual Release 2.05

This document describes the content structure and layout of all reports provided with Eurex Clearing Prisma. The reports show the calculations of the individual margin components and can be used to drill down the details of the margin components. The document shows the XML schemas, examples and layouts of the text reports.

All remaining documents provided with Release 2.0 such as the “Eurex Clearing Prisma – User Guide Methodology Description Release 2.0” will remain unaffected and valid with the Release 2.05 introduction.

Eurex Clearing Prisma – Customer Roadmap

The document provides an overview of major Member impacts and supports all participants with recommendations for their planning activities during the migration to Eurex Clearing Prisma. It also gives an overview of the relevant documentation and contact details of helpdesks/teams that will be providing intensive support for participants during the migration to Eurex Clearing Prisma. The document serves as a roadmap for individual preparation for the introduction of Release 2.05.

Migration to Eurex Clearing Prisma (simulation and production)

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”.

To assist and facilitate 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 the link:

[Member Section](#) > [Clearing Resources](#) > [Eurex Clearing Prisma](#) > [Migration Tool](#)

Eurex Clearing Prisma – List of eligible products

A 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 or Alexander Rose, Clearing Business Development, tel. +49-69-211-1 49 75 or e-mail: alexander.rose@eurexclearing.com.

1 August 2014