clear to trade

eurex clearing *circular 133/13*

Date: 13 November 2013
Recipients: All Clearing Members, Registered Customers of Eurex Clearing AG and Vendors
Authorized by: Thomas Book

EurexOTC Clear IRS - fee waiver until 2016: Further information on the onboarding process

Related Eurex Clearing circular: 076/13

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Content may be most important for:

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

Attachments:
none

Summary:

As announced in Eurex Clearing circular 076/13, there will be no OTC IRS clearing fees **until January 2016** for all Clearing Members (CMs) and their Registered Customers (RCs) who are onboarded by **31 December 2013**.

This circular lists the minimum requirements for qualification which must be fulfilled by an RC by 31 December 2013 and those that need to be completed by 14 March 2014, the latest, for admission as an RC.

EurexOTC Clear IRS - fee waiver until 2016: Further information on the onboarding process

With Eurex Clearing circular 076/13, we announced that there will be no OTC IRS clearing fees until January 2016 for all CMs and their RCs who are onboarded by 31 December 2013. When an RC has signed up with its first CM, the offer will be valid for all further CM(s) the RC may sign up with in the future – even beyond the end-of-year deadline. The fee waiver will also apply to any of the RC's own accounts, e.g. funds, no matter if they are already in existence or are planned to be established in the near future.

As we approach the end of the year, Eurex Clearing would like to clarify what is the quickest and easiest way to onboard before the end of 2013 so that RCs can take advantage of the fee waiver taking into consideration that market standard client clearing documentation and in particular the respective netting opinion are not completed, yet. This circular lists the minimum requirements for qualification which must be completed by 31 December 2013 and those that need to be completed by 14 March 2014, the latest, for admission as an RC.

To benefit from the fee waiver, the following actions must be taken by 31 December 2013:

- An RC must establish a connection to Eurex Clearing's Common Report Engine (CRE). This can be done via internet-based service.
- The "Agreement on the Technical Connection to the Clearing EDP of Eurex Clearing AG" (Connection Agreement) (part of the OTC IRS RC Starter Package) must be completed and returned.
- The "EurexOTC Clear Interest Rate Derivative Static Data Form for Registered Customer" (part of the OTC IRS RC Starter Package) must be completed and returned. The starter package can be found on the Eurex Clearing website www.eurexclearing.com under the following link:

Cleared markets > EurexOTC > EurexOTC Clear > Interest rate swaps > How to onboard with us

- An Authorized Signature List must be provided to OTCIRS.Onboarding@eurexclearing.com.

To qualify for the fee waiver, the following actions must be taken by 14 March 2014, the latest:

- Be admitted to EurexOTC Clear for IRS as an RC using one of the EMIR compliant segregation models,
- Sign Clearing Agreement for the relevant segregation model.

If required, we will provide you with additional forms depending on the chosen segregation model.

Please note that since this process requires a certain lead time, we suggest starting the process as early as possible.

We will contact you to discuss the onboarding process and answer any questions you may have.

As of today, the following CMs are ready to start the onboarding process for EurexOTC Clear IRS client clearing and execution:

Cleared markets > EurexOTC > EurexOTC Clear > Interest rate swaps > How to onboard with us

If you have any questions or require assistance during the onboarding process, please do not hesitate to contact OTCIRS.Onboarding@eurexclearing.com.

13 November 2013