clear to trade

# eurex clearing *circular 011/16*

**Date:** 5 February 2016
**Recipients:** All Clearing Members of Eurex Clearing AG and Vendors
**Authorized by:** Thomas Laux

⚠ **Action required** ⚠ **High priority**

## Eurex Bonds and Eurex Repo instruments: Modification of input parameters for the calculation of margin parameters effective 16 February 2016

**Related Eurex Clearing circular:** 004/16

**Contact:** Risk Control, T +49-69-211-1 24 52, risk@eurexclearing.com

**Content may be most important for:**

- Front Office/Trading
- Middle + Backoffice
- IT/System Administration

**Attachments:**
none

**Summary:**

The input parameters for the calculation of margin parameters for the calculation of Eurex Bonds and Eurex Repo instruments will be modified as follows effective with the first intraday calculation run on **16 February 2016.**

Eurex Clearing AG
Mergenthalerallee 61
65760 Eschborn
Mailing address:
60485 Frankfurt/Main
Germany

T +49-69-211-1 24 52
F +49-69-211-1 84 40
risk@eurexclearing.com
Internet:
www.eurexclearing.com

Chairman of the Supervisory Board: Hugo Bänziger

Executive Board: Thomas Book (CEO), Heike Eckert, Thomas Laux, Erik Tim Müller, Matthias Graulich

Aktiengesellschaft mit Sitz in Frankfurt/Main
HRB Nr. 44828
Amtsgericht Frankfurt/Main

# Eurex Bonds and Eurex Repo instruments: Modification of input parameters for the calculation of margin parameters effective 16 February 2016

The following table shows the mapping of credit risk factors and liquidity factors effective with the first intraday calculation run on 16 February 2016:

| Bond type | Credit Risk Factor (update 16.02.2016) | | Liquidity factor |
|---|---|---|---|
| Italian government bonds or Jumbo | Credit Spread $^{Italy}$ | 0.4489 | 1.13 |
| Spanish government bonds or Jumbo | Credit Spread $^{Spain}$ | 0.3443 | 1.14 |
| Portuguese government bonds or Jumbo | Credit Spread $^{Portugal}$ | 0.9426 | 1.05 |
| Irish government bonds or Jumbo | Credit Spread $^{Ireland}$ | 0.1323 | 1.05 |
| Other government bonds or Jumbo | 0 | 0 | 1 |
| Italian corporate bonds | Max(Credit Spread $^{Italy}$ , risk-free yield curve vs. EUR corporate bonds) | 2.2386 | 1.21 |
| Spanish corporate bonds | Max(Credit Spread $^{Spain}$ , risk-free yield curve vs. EUR corporate bonds) | 2.2386 | 1.14 |
| Portuguese corporate bonds | Max(Credit Spread $^{Portugal}$ , risk-free yield curve vs. EUR corporate bonds) | 2.2386 | 1.05 |
| Irish corporate bonds | Max(Credit Spread $^{Ireland}$ , risk-free yield curve vs. EUR corporate bonds) | 2.2386 | 1.05 |
| Other corporate bonds | risk-free yield curve vs. EUR corporate bonds | 2.2386 | 1.21 |

Publication of the current margin parameters for Eurex Bonds and Eurex Repo instruments will remain unchanged. The parameters are published on the Eurex Clearing website www.eurexclearing.com under the following link:

**Risk management > Risk parameters > Margin Parameters for Bonds and Repos**

If you have any questions, please contact Risk Control at tel. +49-69-211-1 24 52 or e-mail: risk@eurexclearing.com.

5 February 2016