clear to trade

eurex clearing
circular 090/17

Date: 15 September 2017
Recipients: All Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Matthias Graulich

Postponement of changes to Market-Making rebates on taken-up volume in Interest Rate Options

Related Eurex Clearing Circular: 048/17

Contact: Eurex Pricing, E-mail: eurex.pricing@eurexchange.com

Content may be most important for:	**Attachments:**
➲ All departments	Amended sections of the Price List of Eurex Clearing AG

Eurex Clearing AG (Eurex Clearing) hereby announces that the effective date of the changes to Market-Making rebates on taken-up volume in Interest Rate Options will be postponed from **2 October 2017** to **2 July 2018**.

With its Eurex Market-Making and Pricing Roadmap 2017, Eurex Clearing announced that volume in Interest Rate Options, which has been taken up, will not be eligible for Market-Making rebates anymore as of 2 October 2017 in order to harmonize the payment of rebates across all product groups. After this change, Market-Making rebates can still be obtained by using the Multilateral and Brokerage Functionality or regular Block Entry and trading directly in the M-accounts.

The postponement to 2 July 2018 ensures that market participants and software vendors have sufficient lead-time in order to prepare for this change. Please note that this postponement is a one-time decision; there will be no further postponements.

Further information about the Multilateral and Brokerage functionality will be available on the Eurex website www.eurexchange.com under the following path:

Eurex Exchange > Trading > Eurex T7 Entry Services > Multilateral and Brokerage Functionality

As of the effective date 2 October 2017, the updated Price List of Eurex Clearing AG will be published on the Eurex Clearing website www.eurexclearing.com under the following link:

Resources > Rules and Regulations > Price list

Pursuant to Number 14 Paragraph 3 of the Price List, the amendments and additions to the Price List as communicated with this circular shall be deemed to have been accepted by the respective Clearing Member unless such Clearing Member's written objection is submitted to Eurex Clearing AG within ten (10) business days after publication.

eurex clearing

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

Internet:
www.eurexclearing.com

Chairman of the Supervisory Board:
Hugo Bänziger

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

Aktiengesellschaft mit Sitz in Frankfurt/Main
HRB Nr. 44828
USt-IdNr. DE194821553
Amtsgericht Frankfurt/Main

****

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

****

[…]

3. Transaction Fees for Derivatives Transactions (Order Book Transactions and Off-Book Transactions on the Eurex Exchanges)

[…]

3.2 Rebates

[…]

3.2.1 Market Making Rebates

3.1.1.1 General Provisions

(1) ECAG shall grant rebates on a monthly basis (i) on Market Making Eligible Transaction Fees pursuant to Number 3.2.1 Paragraph 2 (ii) for providing Market Making Eligible Volume pursuant to Paragraphs 3 to ~~5~~6 if (iii) the published Market Making obligations for a specific product or product group in a given calendar month and (iv) all further requirements of this Section are met.

(2) Transaction fees, which originate from the matching or the registration of derivatives transactions according to Number 3.1 of Market Making Eligible Volume ("**Market Making Eligible Transaction Fees"**) are eligible for Market Making rebates.

(3) Market Making Eligible Volume considers all transactions per Eurex Member ID of a Clearing Member, Non-Clearing Member or Registered Customer, which have been correctly booked on M-Accounts.

(4) When determining Market Making Eligible Volume, no transactionvolume is considered:

a. Which is booked on M-Accounts and is afterwards transferred to A- or P-Accounts of the same Clearing Member, Non-Clearing Member or Registered Customer; or

b. Which is taken up by any other Clearing Member, Non-Clearing Member or Registered Customer.

(5) Paragraph 4 does not apply to taken up transactions in products allocated to Options on Interest Rate Futures if these transactions have been taken up on the Clearing

Member's, Non-Clearing Member's or Registered Customer's P-accounts and an equivalent position is subsequently transferred to the corresponding M-accounts.

~~(5)~~(6) Alternative Contract Specifications (as defined in Number 3.2.1 of the Eurex Contract Specifications) are not considered in Market Making Eligible Volume and hence, are not eligible for Market Making rebates.

~~(6)~~(7) The rebate level applicable to Market Making Eligible Transaction Fees is subject to the fulfilment of different Building Blocks, which are defined by Eurex Frankfurt AG. The fulfilment of the Market-Maker requirements in the Basis Building Block per product is a prerequisite for any Market Making rebates to be granted. The Package Building Block is exempted from this. If the Market Maker requirements have been fulfilled in the respective package, all products within this package are granted the Basis as well as the Package rebate level irrespective of the fulfilment of the Basis Building Block requirements in all products within the package. Upon fulfilling the Basis Building Block, the fulfilment of further Building Blocks can increase the Basis rebate level. All further Building Blocks can be fulfilled independently of each other. The sum of all eligible Building Block rebate levels defines the rebate level per product to be applied on the Market Making Eligible Transaction Fee.

[…]

****