eurex clearing
circular 153/15

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Recipients: All EurexOTC Clear Clearing Members and Registered Customers
of Eurex Clearing AG and Vendors

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EurexOTC Clear for Interest Rate Swaps:
Support of MarkitWire Trade Division

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Content may be most important for:	**Attachments:**
➲ Middle + Backoffice ➲ IT/System Administration	none

Summary:

With this circular, Eurex Clearing and MarkitWire would like to announce the activation date of Trade Division at MarkitWire and at Eurex Clearing. With the activation of Trade Division on MarkitWire, Eurex Clearing will decommission the Post Trade Event "De-clear".

The dates for the activation of Trade Division are as follows:

- **Simulation:** **10 February 2016**
- **Production:** **29 February 2016**

EurexOTC Clear for Interest Rate Swaps: Support of MarkitWire Trade Division

With this circular, Eurex Clearing and MarkitWire would like to announce the activation date of Trade Division at MarkitWire and at Eurex Clearing. With the activation of Trade Division on MarkitWire, Eurex Clearing will decommission the Post Trade Event "De-clear".

With go-live of Release 6.0 on 9 November 2015, EurexOTC Clear achieved technical readiness to support MarkitWire's Trade Division functionality.

After close consultation with market participants, Eurex Clearing and MarkitWire would like to announce the activation date of Trade Division with MarkitWire. The dates for activation of Trade Division at Eurex Clearing are as follows:

- Simulation: 10 February 2016
- Production: 29 February 2016

The dates for readiness of legacy Trade Division at Eurex Clearing are as follows:

- Simulation: 15 February 2016
- Production: 29 February 2016

Currently, in MarkitWire any confirmed bilateral trades are stored as a single physical record that is shared between the two original counterparties. With the novation at Eurex Clearing, two new trades are created, each of which is assigned a unique Eurex Clearing trade ID. However, currently the post-novated trades are not reflected in MarkitWire.

Once MarkitWire Trade Division is activated, each time a trade is novated at Eurex Clearing the original bilateral trade is automatically cancelled in MarkitWire and two new trade records are created that correspond with Eurex Clearing's two post-novated trades. Trade Division allows for future support of post clearing activities such as netting.

I.   Activation of Trade Division

Activation of Trade Division will occur in Eurex Clearing's simulation environment and MarkitWire's UAT environment on 10 February 2016 and in Eurex Clearing's and MarkitWire's production environments on 29 February 2016.

a.   Changes at Eurex Clearing

Since EurexOTC Clear Release 6.0, technical enhancements to support Trade Division are reflected in the FpML messages and reports. For further details please refer to the technical and functional documents, published with EurexOTC Clear Release 6.0. With the activation of Trade Division

- the following new fields will be populated:
  - 'postSrcSysTradeId' and 'preSrcSysTradeId' will be populated in the API. However, only the 'preSrcSysTradeId' will be populated in the reports and the GUI
  - MarkitWire Alpha trade ID will be populated in the 'presrcSysTradeID' rather than the 'srcSysTradeID' for novated trades
- the "de-clear" functionality is disabled, i.e.
  - the button is removed from the GUI
  - API messages are rejected.

b. For further information on Trade Division at MarkitWire, please refer to the "Trade Division – External Specification" document on the MarkitSERV Support section on the website www.markit.com.

II.   Legacy Trade Division

Legacy Trade Division will occur in MarkitWire's UAT environment on 13 February 2016, in Eurex Clearing's simulation environment on 15 February 2016 and in Eurex Clearing's and MarkitWire's production environments over the weekend of 27 and 28 February 2016 with readiness being achieved on 15 February 2016 and 29 February 2016, respectively.

a.   Changes at Eurex Clearing

- Update of divided trades:

    − On the weekend of the legacy Trade Division, Eurex Clearing will update the records with new trade IDs (note: Any trades which have been subjected to a 'Post Trade Event' (e.g. Trade Transfer) or netting/accumulation will not have their trade IDs updated)

- API broadcast verification message:

    − Any trade which is updated at Eurex Clearing will trigger a broadcast verification message with the 'srcSysTradeId' and 'preSrcSysTradeId'

- Reports:

    − Updated IDs are reflected in any reports generated after the update

b.   For further information on Legacy Trade Division at MarkitWire please refer to the "Trade Division – External Specification" document on the MarkitSERV Support section on the website www.markit.com.

III.   Support

Please use the following hotlines for support related to the changes above:

- **MarkitWire**

    Production Support: support@markitserv.com
    Simulation Support: mserv_uat@markitserv.com

- **Eurex Clearing**

    Production Support: tel. +49-69-211-1 28 28, OTCClear@eurexclearing.com
    Simulation Support: tel. +49-69-211-1 25 25, OTCClear.Simulation@eurexclearing.com

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