clear to trade

eurex clearing *circular 094/16*

Date: 12 July 2016
Recipients: All EurexOTC Clear Clearing Members and Registered Customers of Eurex Clearing AG and Vendors
Authorized by: Thomas Laux

EurexOTC Clear for Interest Rate Swaps: Introduction of EurexOTC Clear Release 7.0

Contact: Group Client Services & Administration, T +49-69-211-1 17 00, memberservices@eurexclearing.com

Content may be most important for:

➲ All departments

Attachment:

EurexOTC Clear IRS Release 7.0 Information Schedule

Summary:

With EurexOTC Clear Release 7.0, Eurex Clearing will extend its EurexOTC Clear Service for Interest Rate Swaps (IRS) by following additional functions and services:

- Norwegian krone (NOK), Swedish krona (SEK), Danish krone (DKK) and Polish zloty (PLN) as further product currencies
- Pound sterling (GBP) as clearing currency
- Further changes and enhancements on the EurexOTC Clear GUI, Margin Calculator, reports and FpML messages

The details for the new release are as follows:

Start of simulation: **6 October 2016**
Introduction date: **21 November 2016**

Please note that the functions and services introduced with this release might have an impact on Members' internal processes. Therefore, it might be necessary for Members to update their internal processes and interfaces. In case of cooperation with back office vendors, Members should contact their third-party providers as soon as possible so that the necessary adaptations can be made in time.

EurexOTC Clear for Interest Rate Swaps: Introduction of EurexOTC Clear Release 7.0

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Functional changes and enhancements

- Eurex Clearing is expanding its product range to cover Interest Rate Swaps (IRS) and Forward Rate Agreements (FRA) in Norwegian krone, Swedish krona, Danish krone and Polish zloty. Members will need to have the respective cash infrastructure in place, if they wish to support IRS and FRA in these currencies. This means that an EurexOTC IRS Clearing Member requires either a direct connection to a payment bank for these currencies or an arrangement to use a correspondent bank that has this connection. The technical interfaces, such as the Eurex Clearing FpML interface, the EurexOTC Clear GUI and OTC IRS reports will be adjusted with EurexOTC Clear Release 7.0 to support these new products.
- Eurex Clearing's OTC Clear Service will introduce British pound (GBP) as further clearing currency for IRS and FRA, adding to its current support for euro (EUR) and Swiss franc (CHF).

Technical changes and enhancements

- The CC210/CI210 Interest Rate Curve Report will be enhanced to show daily interpolated rates and discount factors for curves, in addition to those currently supplied for given valuation dates.
- Starting with EurexOTC Clear Release 7.0, a Unique Swap Identifier (USI) will be generated for all trades. Currently a USI is generated only for trades falling under the Commodity Futures Trading Commission (CFTC)/Dodd-Frank reporting obligation. Some additional fields in the FpML messages are foreseen to meet further CFTC/Dodd-Frank reporting obligations. These changes are introduced in preparation to report all OTC IRS transactions cleared by Eurex Clearing to U.S. Swap Data Repositories (SDR) as required by CFTC in accordance with regulation 17 CFR Part 45. The reporting requirement is based on Eurex Clearing's registration as a Derivatives Clearing Organization (DCO) on 1 February 2016 and will be implemented until the end of 2016. A Eurex Clearing circular containing further background information will be published in advance of the introduction of the reporting.

- Some structural changes to reports and FpML messages to easier reflect future introductions of new products, licenses and currencies will be introduced with EurexOTC Clear Release 7.0. Technical and report-based changes need to be taken into account by Members and vendors. The technical production launch will take place with this release.

Further functional and technical details for the launch of EurexOTC Clear Release 7.0 will be provided soon.

Overview of published documents

An overview of documents which will be updated in connection with the introduction of EurexOTC Clear Release 7.0 can be found in the document "EurexOTC Clear IRS Release 7.0 Information Schedule", which is attached to this circular. All documents can be downloaded on the date stated from the Member Section of the Eurex Clearing website www.eurexclearing.com under the following path:

Eurex Clearing Member Section > Technology > EurexOTC Clear >
Interest Rate Swaps > IRS Release 7.0

Please do not hesitate to contact Group Client Services & Administration at tel. +49-69-211-1 17 00 or memberservices@eurexclearing.com if you have any questions related to the above.

12 July 2016

Action	EurexOTC Clear IRS Release 7.0 Information Schedule	Q III 2016			Q IV 2016		
		07/2016	08/2016	09/2016	10/2016	11/2016	12/2016
Release Update	Release Announcement EurexOTC Clear Release 7.0	☐					
Release Update	EurexOTC Clear Functional Release Notes - final version		☐				
Release Update	EurexOTC IRS Report Manual - final version		☐				
Release Update	EurexOTC Clear Sample Reports & XSD - Updated and New Reports - final version		☐				
Release Update	EurexOTC Clear IRS GUI User Guide			☐			
Release Update	EurexOTC Clear Simulation Guide			☐			
No changes	Margin Calculator Trade Template Field Description			☐			
No changes	Margin Calculator User Guide + Templates			☐			
No changes	FpML Margin Calculator Interface XSD and Samples for Simulation			☐			
Release Update	FpML Margin Calculator Interface Specification			☐			
Release Update	FpML API XSD and Samples for Simulation			☐			
Release Update	FpML API Interface Documents			☐			
Release Update	EurexOTC Clear Risk Methodology Description			☐			
Milestone	Start of IRS Release 6.1 Simulation				06.10.2016		
Release Update	EurexOTC Clear Product list				☐		
Release Update	EurexOTC Clear IRS Procedures Manual				☐		
	Production Annoucement				☐		
Release Update	Clearing Conditions					☐	
Milestone	Start of EurexOTC Clear IRS Release 7.0					21.11.2016	