Eurex Clearing Circular 008/18

Commodity index derivatives: Introduction of four further futures on Bloomberg Commodity indexes (XL contracts)

Summary

Effective **12 February 2018**, Eurex Clearing AG (Eurex Clearing) will offer clearing services for four additional futures on Bloomberg Commodity indexes (XL contracts) introduced at Eurex Deutschland and Eurex Zürich (collectively: the Eurex Exchanges).

This circular contains information on clearing of the respective products which will come into effect on 12 February 2018.

Please refer to Eurex circular 007/18 for specific trading-related information on the introduction of the new products as well as the updated sections of the relevant Rules and Regulations of the Eurex Exchanges.

Attachment:

- Updated sections of the Price List of Eurex Clearing AG

Date: 24 January 2018

Recipients:
All Clearing Members of
Eurex Clearing AG and Vendors

Authorized by:
Heike Eckert

Target group:
All departments

Related circular:
Eurex circular 007/18

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

Commodity index derivatives: Introduction of four further futures on Bloomberg Commodity indexes (XL contracts)

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1. Overview

Eurex products			Underlying instruments		
Futures on	**Product code**	**ISIN**	**ISIN**	**Bloomberg**	**Reuters**
Bloomberg Energy Subindex	XLEN	DE000A2G9975	US09376A8568	BCOMEN	.BCOMEN
Bloomberg Industrial Metals Subindex	XLIN	DE000A2G9983	US09376A8238	BCOMIN	.BCOMIN
Bloomberg Precious Metals Subindex	XLPR	DE000A2G9991	US09376A7818	BCOMPR	.BCOMPR
Bloomberg ex-Agriculture & Livestock Subindex	XLXB	DE000A2HAAB7	US09376A3023	BCOMXAL	.BCOMXAL

2. Contract specifications

For the detailed contract specifications please refer to Eurex circular 007/18.

Underlying instrument	Bloomberg Commodity Indexes (standard contracts)	Bloomberg Commodity Indexes (XL contracts)
Description of underlying	The Bloomberg commodity index family measures the performance of investments of up to 22 commodities. For index calculation, prices of commodity futures of different exchanges will be considered. These will be rolled pursuant to a specific method. The index is developed so that it can be replicated and is not dominated by individual commodities or sectors. The index rules and regulations and the current composition and weighting can be found on the Bloomberg website under https://www.bloombergindices.com/bloomberg-commodity-index-family/	
Contract value	USD 250 per index point	USD 1,000 per index point
Settlement	Cash settlement, due on the first exchange trading day after the final settlement day	
Price determination	In points, with two decimal places	
Minimum price change	0.01 points; corresponds to a value of USD 2.50	0.01 points; corresponds to a value of USD 10.00

Contract months	The next three months, the successive three quarter months (March, June, September, December), the successive four semi-annual months (June, December) and the successive two annual contract months (December)	The next three quarter months (March, June, September and December)
Last trading day/final settlement day	The last trading day of Commodity Index Futures contracts shall be the third Friday of the respective month, provided this is an exchange day, otherwise, it shall be the exchange day preceding this day. The final settlement day of Commodity Index Futures contracts shall be five trading days after the last trading day, as long as this day is still within the same calendar month. If not, the final settlement day is the last trading day in the calendar month, in which the contract expires.	
Final settlement price	Decisive for the Bloomberg commodity index futures contracts is the index close on the last trading day, calculated by the index provider (Bloomberg). The index close is calculated based on the single daily settlement prices of the commodity futures which are summarised in the index. If the determination of the final settlement price is not possible pursuant to paragraph (1), because no price determination in one or several components of the index can take place due to a trading suspension, a public holiday or due to other reasons, the next possible settlement price on one of the trading days prior to the final settlement day will be taken as a basis for these components. The final settlement price is rounded to three decimal places.	

3. Product groups

The product group assigned to the additional futures on the Bloomberg Commodity indexes is:

Product	Product group	Settlement location unit	Regulatory status	Settlement type	Product type	Product segment	Product currency	Product group code					
Futures on Bloomberg Indexes	Commodities USD cash settlement	no	not approved for trading in the U.S.	cash	Future/ Option	Commo-dities	USD	X	N	C	H	6	U

4. Transaction fees and rebates

The following transaction fees for trading and clearing apply for the additional Bloomberg Commodity index futures:

Contract	Currency	Standard fee per contract (contract number ≤ threshold value)	Reduced fee per contract (contract number > threshold value)	Threshold value A-accounts (contract number)	Threshold value P-accounts (contract number)
On-exchange trades					
Futures on Bloomberg indexes (XL contract)	USD	4.00	n. a.	n. a.	n. a.
Off-exchange trades					
Futures on Bloomberg indexes (XL contract)	USD	6.00	n. a.	n. a.	n. a.

The relevant amendments will become effective on 12 February 2018. As of the effective date, the full version of the amended Price List of Eurex Clearing AG (Price List) will be available for download on the Eurex Clearing website www.eurexclearing.com under the following link:

Resources > Rules and Regulations > Price list

5. Risk parameters

Margins for the new products are calculated in Prisma. For the risk parameters of the new products, please refer to the Eurex Clearing website under the link:

Risk management > Risk parameters

6. Trading hours (CET)

Product	Pre-trading period	Continuous Trading	Post-trading Full Period	Off-book Trading Period	Last trading day
					Trading until
Futures on Bloomberg Indexes	07:30-09:00	09:00-18:00	18:00-21:30	09:00-21:30	18:00

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.

If you have any questions or need further information, please contact Clearing Operations at tel. +49-69-211-1 12 50 or e-mail clearing@eurexclearing.com, or Risk Control, tel. +49-69-211-1 24 52 or e-mail: risk@eurexclearing.com.

24 January 2018

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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

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3.1 Matching / Registration of Derivatives Transactions

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Product / Product Group	**Currency**	**Execution Type**	**Accounts**	**Standard Fee per Contract** (contract volume ≤ threshold)	**Reduced Fee per Contract** (contract volume > threshold)	**Threshold** (number of contracts)
Commodity Index Derivatives						
Commodity Index Futures						
Futures on Bloomberg Indices (standard contract)	USD	Order book	A	1.00	n. a.	n. a.
			P	1.00	n. a.	n. a.
			M	1.00	n. a.	n. a.
		Off-book	A	1.50	n. a.	n. a.
			P	1.50	n. a.	n. a.
			M	1.50	n. a.	n. a.
Futures on Bloomberg Indices (XL contract)	USD	Order book	A	4.00	n. a.	n. a.
			P	4.00	n. a.	n. a.
			M	4.00	n. a.	n. a.
		Off-book	A	6.00	n. a.	n. a.
			P	6.00	n. a.	n. a.
			M	6.00	n. a.	n. a.
Commodity Index Options						
Options on Bloomberg Indices	USD	Order book	A	1.00	n. a.	n. a.
			P	1.00	n. a.	n. a.
			M	1.00	n. a.	n. a.
		Off-book	A	1.50	n. a.	n. a.
			P	1.50	n. a.	n. a.

Product / Product Group	Currency	Execution Type	Accounts	Standard Fee per Contract (contract volume ≤ threshold)	Reduced Fee per Contract (contract volume > threshold)	Threshold (number of contracts)
			M	1.50	n. a.	n. a.

[…]

3.3 Position Closing Adjustments

Position Closing Adjustments, if these do not take place until 13:30 CET on the trading day following the day of the transaction, shall be priced as follows:

Product / Product Group	Fee per Contract
Commodity Index Derivatives	
[…]	
Futures on Bloomberg Indices (standard contract)	USD 2.00
Futures on Bloomberg Indices (XL contract)	USD 8.00
Options on Bloomberg Indices	USD 2.00
[…]	

3.4 Cash Settlement

Product / Product Group	Fee per Contract	Maximum Fee for Contracts on the same underlying of each A-, P- and M-Account
Commodity Index Derivatives		
[…]		
Futures on Bloomberg Indices (standard contract)	USD 1.00	n. a.
Futures on Bloomberg Indices (XL contract)	USD 4.00	n. a.
[…]		

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