Eurex Clearing Circular 047/18

Consolidated calculation of volume rebates in selected products for registered Multiple Clearing Relationships

Summary

Effective **2 July 2018**, the following measure of Eurex Clearing will come into effect:

- Introduction of consolidated calculation of volume rebates in Futures products, as defined in Number 3.2.2.2 of the Price List of Eurex Clearing AG for Clearing Members and Non-Clearing Members with Multiple Clearing relationships (MCRs).

This circular contains all information on the consolidated calculation of volume rebates in Futures products for Clearing Members and Non-Clearing Members with MCRs and the updated sections of the Price List of Eurex Clearing AG, which will come into effect on 2 July 2018.

Attachments:

- Updated sections of the Price List of Eurex Clearing AG
- Registration Form "Volume Rebates for Multiple Clearing Relationships"

Date: 23 May 2018

Recipients: All Clearing Members, Non-Clearing Members, Basic Clearing Members, OTC IRS FCM Clients and Registered Customers of Eurex Clearing AG and Vendors

Authorized by:
Heike Eckert

Target group:
All departments

Contact:
Your Group Client Key Account Manager

Eurex Pricing
Eurex.Pricing@eurexchange.com

Consolidated calculation of volume rebates in selected products for registered Multiple Clearing Relationships

Multiple Clearing Relationships (MCRs) offer Non-Clearing Members or Clearing Members the possibility to enter into a Clearing Agreement with other Clearing Members for the clearing of Eurex Transactions. It is an optional service provided by Eurex Clearing AG.

Non-Clearing Members or Clearing Members with admitted Eurex Member IDs for the Multiple Clearing Relationships set-up may register for a consolidated calculation of volume rebates across their main Eurex Member ID and the respective Multiple Clearing Relationships Eurex Member IDs, pursuant to Number 3.2.2.1(4) of the Price List of Eurex Clearing AG.

This option is valid for **Futures** products only as defined in Number 3.2.2.2 of the Price List of Eurex Clearing AG.

Please refer to the attachment for the updated sections of the Price List of Eurex Clearing AG (Price List). The amendments will come into effect on 2 July 2018. As of the effective date, the full versions of the amended 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

1. Registration Process

Pre-requisite for the consolidated calculation of volume rebates is the existence of the **admitted** Multiple Clearing Relationships setup. To register, a Non-Clearing Member or a Clearing Member has to submit the list of their Multiple Clearing Relationship Eurex Member IDs and a designated main Eurex Member ID to Group Client Key Account Management. The registration form “Volume Rebate for Multiple Clearing Relationships” is available on the Eurex Clearing website under the following link:

Ressources > Forms

The consolidated calculation will be available from 2 July 2018 onwards.

The Clearing Members and Non-Clearing Members can only register for or revoke the consolidated volume rebate calculation effective at the beginning of each calendar month, provided that notice is given by sending this form at least ten (10) business days prior to the first business day of the relevant month. To initiate the consolidated calculation starting with the month of July 2018, Clearing Members and Non-Clearing Members need to submit the registration form by 18 June 2018 at the latest.

2. Calculation Methodology

Once a Non-Clearing Member or Clearing Member has registered for the consolidated volume rebate calculation, the eligible volume of registered Eurex Member IDs will be summed up and the volume rebate calculation will be based on the consolidated volume.

3. “Monthly Rebate Report” CB179

The “Monthly Rebate Report” CB179 contains the information about volume rebates per Eurex Member ID. In addition, a new field “membGrpIdCod” will be provided in the “Monthly Rebate Report” CB179, which indicates whether a consolidated volume rebate calculation has been applied. In case of a valid registration, this field will contain the registered main Eurex Member ID. The new field is only available in the XML version of this report. For a detailed report description, please refer to the “T7 XML Report Reference Manual”, which can be found on the Eurex website www.eurexchange.com under the following link:

Technology > T7 Trading architecture > System documentation > Eurex Reports

For the respective rebate models, please refer to Number 3.2.2 of the Price List of Eurex Clearing AG.

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 within ten (10) business days after publication.

If you have any questions or require further information, please contact your Group Client Key Account Manager. For more information on the rebate calculation, please contact Eurex Pricing via e-mail at Eurex.Pricing@eurexchange.com.

23 May 2018

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ÄNDERUNGEN SIND WIE FOLGT KENNTLICH GEMACHT:

ERGÄNZUNGEN SIND UNTERSTRICHEN

LÖSCHUNGEN SIND DURCHGESTRICHEN

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3.2.2 Volumen-Rabatte

3.2.2.1 Allgemeine Bestimmungen

(1) ECAG gewährt Volumen-Rabatte auf monatlicher Basis (i) auf Rabattfähige Transaktionsentgelte gemäß Ziffer 3.2.2.1 Absatz 2, wenn (ii) Rabattfähiges Volumen gemäß den Absätzen 3 bis 8~~7~~ in einer bestimmten Produktgruppe in einem festgelegten Kalendermonat (iii) mindestens die Stufe 1 Schwellenwerte, wie in den Ziffern 3.2.2.2 und 3.2.2.3 festgelegt, überschreitet und (iv) alle weiteren Anforderungen dieses Abschnittes erfüllt werden.

(2) Transaktionsentgelte, welche durch die Zusammenführung oder die Erfassung von Derivaten gemäß Ziffer 3.1 in Bezug auf Rabattfähiges Volumen entstehen („**Rabattfähige Transaktionsentgelte**“), sind rabattberechtigt.

(3) Rabattfähiges Volumen umfasst alle Geschäfte pro Eurex Member ID eines Clearing-MitgliedsMembers, Nicht-Clearing-MitgliedsMembers oder eines Registrierten Kunden, welche zutreffend auf P-Konten verbucht wurden. Zur Klarstellung: Geschäfte in Zusätzlichen Kontraktvarianten (wie in Ziffer 3.2.1 der Eurex-Kontraktspezifikationen definiert) werden auch als Rabattfähiges Volumen berücksichtigt, sofern die oben genannten Anforderungen erfüllt werden.

(4) In Abweichung zu Absatz 3 Satz 1 umfasst rabattfähiges Volumen auch alle Geschäfte, die nicht mit einer Eurex Member ID verbunden sind, wenn ein Nicht-Clearing-Mitglied oder ein Clearing-Mitglied das Clearing von Eurex-Transaktionen (wie in Kapitel I Abschnitt 1 Ziffer 1.1.2 Absatz 1 der Clearing-Bedingungen der Eurex Clearing AG definiert) mehreren Clearing-Mitgliedern gemäß Kapitel II Abschnitt 1 Ziffer 1.9.1 der Clearing-Bedingungen der Eurex Clearing AG überträgt und wenn sich das jeweilige Nicht-Clearing-Mitglied oder Clearing-Mitglied über seine primäre Eurex Member ID und die jeweiligen Multiple Clearing Relationship Eurex Member IDs für eine konsolidierte Berechnung von Volumen-Rabatten registriert. Das rabattfähige Volumen registrierter Eurex Member IDs wird addiert, und die Berechnung der Volumen-Rabatte erfolgt auf Grundlage des konsolidierten Volumens. Um sich zu registrieren, übermittelt das Nicht-Clearing-Mitglied oder das Clearing-Mitglied eine Übersicht seiner Multiple Clearing Relationship Eurex Member IDs sowie eine festgelegte primäre Eurex Member ID. Die konsolidierte Berechnung für Volumenrabatte nach diesem Absatz gilt ausschließlich für Futures, die gemäß Ziffer 3.2.2.2 gewährt werden.

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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3.2.2 Volume Rebates

3.2.2.1 General Provisions

(1) ECAG shall grant volume rebates on a monthly basis (i) on Eligible Transaction Fees pursuant to Number 3.2.2.1 Paragraph 2 if (ii) Eligible Volume pursuant to Paragraphs 3 to ~~7~~8 in a specific product group in a given calendar month (iii) exceeds at least the Tier 1 thresholds as defined in Numbers 3.2.2.2 and 3.2.2.3 and (iv) all further requirements of this Section are met.

(2) Transaction fees, which originate from the matching or the registration of derivatives transactions pursuant to Number 3.1 regarding Eligible Volume ("**Eligible Transaction Fees"**) are eligible for volume 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 P-Accounts. For the avoidance of doubt, transactions in Alternative Contract Specifications (as defined in Number 3.2.1 of the Eurex Contract Specifications) shall also qualify as Eligible Volume, if the aforementioned requirements are met.

(4) In deviation to Paragraph 3 Sentence 1, Eligible Volume shall also consider transactions independent from a single Eurex Member ID if a Non-Clearing Member or a Clearing Member assigns the clearing of Eurex Transactions (as defined in Chapter I Part 1 Number 1.1.2 Paragraph 1 of the Clearing Conditions of Eurex Clearing AG) to several Clearing Members pursuant to Chapter II Part 1 Number 1.9.1 of the Clearing Conditions of Eurex Clearing AG and if the respective Non-Clearing Member or Clearing Member registers for a consolidated calculation of volume rebates using his main Eurex Member ID and the respective Multiple Clearing Relationship Eurex Member IDs. The eligible volume of registered Eurex Member IDs will be summed up and the calculation of the volume rebates will be based on the consolidated volume. In order to register, the Non-Clearing Member or Clearing Member shall submit the list of their Multiple Clearing Relation Eurex Member IDs and a designated main Eurex Member ID. The consolidated calculation of volume rebates according to this paragraph applies only in relation to volume rebates in Futures granted pursuant to Number 3.2.2.2.

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Volume Rebates for Multiple Clearing Relationships

Eurex Clearing AG
Group Client Key Account Management Trading
60485 Frankfurt am Main
Germany

Fax Frankfurt a.M.: +49-69-211-1 16 41
Fax London: +44-207-862 72 97
Fax Paris: +33-1-55 27 67 50

Applicant
Name of the applying trading/clearing member

Address 1 Street No

Address 2

Zip Code City

Country

Contact Person
First name / Last name

Telephone Fax

E-Mail

Member-ID

☐ Set-up effective (DDMMYY) _____
(First trading day of the month)

☐ Termination effective (DDMMYY) _____
(First trading day of the month)

Volume Rebates for Multiple Clearing Relationships

Non-Clearing Members or Clearing Members with admitted Eurex Member IDs for the Multiple Clearing Relationship setup may register for a consolidated calculation of volume rebates across their main Eurex Member ID and the respective Multiple Clearing Relationship Eurex Member IDs pursuant to Number 3.2.2.1(4) of the Price List of Eurex Clearing AG. To register, a Non-Clearing Member or a Clearing Member has to submit the list of their Multiple Clearing Relationship Eurex Member IDs and a designated main Eurex Member ID. The consolidated calculation of volume rebates applies only in relation to volume rebates in Futures granted pursuant to Number 3.2.2.2 of the Price List of Eurex Clearing AG.

Please note that once this option has been chosen, the relevant volume of individual Eurex Member IDs will be summed up and the volume rebates calculation will be based on the consolidated volume. The field “membGrpIdCod” for the Main Eurex Member ID in the CB179 “Monthly Rebate Report” will indicate that the consolidated rebate calculation has been applied. Please refer to “XML Report Reference Manual” for detailed report description and to Number 3.2.2 of the Price List of Eurex Clearing AG for the respective rebate models.

We would like to register, respectively terminate (as indicated below), the consolidated calculation of volume rebates in Futures products for the list of Member IDs specified below:

	Eurex Member IDs	Registration	Termination
Main Eurex Member ID		☐	☐
Eurex Member ID for Multiple Clearing Relation:		☐	☐
Eurex Member ID for Multiple Clearing Relation:		☐	☐
Eurex Member ID for Multiple Clearing Relation:		☐	☐

The consolidated volume rebate calculation can be registered or revoked only at the beginning of each calendar month, provided that notice is given of the respective change by sending this form to the address shown above at least ten (10) business days prior to the first trading day of the relevant month.

Date Place Company stamp and authorized signature (Company name in print letters)