clear to trade

eurex clearing *circular 106/17*

Date: 18 October 2017
Recipients: All Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Thomas Laux

Eurex Bonds and Eurex Repo instruments: Modification of input parameters for the calculation of margin parameters effective 25 October 2017

Related Eurex Clearing circular: 070/17

Contact: Risk Control, T +49-69-211-1 24 52, risk@eurexclearing.com

Content may be most important for:

- Front Office/Trading
- Middle + Backoffice
- IT/System Administration

Attachments:

none

Summary:

The input parameters for the calculation of margin parameters for the calculation of Eurex Bonds and Eurex Repo instruments will be modified as follows effective with the first intraday calculation run on **25 October 2017**.

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

Aktiengesellschaft mit Sitz in Frankfurt/Main
HRB Nr. 44828
Amtsgericht Frankfurt/Main

Eurex Bonds and Eurex Repo instruments: Modification of input parameters for the calculation of margin parameters effective 25 October 2017

The following table shows the mapping of credit risk factors and liquidity factors effective with the first intraday calculation run on 25 October 2017:

Bond type	Credit Risk Factor (update 17.10.2017)		Liquidity Factor
Italian government bonds or Jumbo	Credit Spread ^{Italy}	0.4368	1.08
Spanish government bonds or Jumbo	Credit Spread ^{Spain}	0.2419	1.1
Irish government bonds or Jumbo	Credit Spread ^{Ireland}	0.0985	1.16
Other government bonds or Jumbo		0.028	1.033
Italian corporate bonds	Max(Credit Spread ^{Italy} , risk-free yield curve vs. EUR corporate bonds)	1.2313	1.15
Spanish corporate bonds	Max(Credit Spread ^{Spain} , risk-free yield curve vs. EUR corporate bonds)	1.2313	1.1
Irish corporate bonds	Max(Credit Spread ^{Ireland} , risk-free yield curve vs. EUR corporate bonds)	1.2313	1.16
Other corporate bonds	risk-free yield curve vs. EUR corporate bonds	1.2313	1.23

Publication of the current margin parameters for Eurex Bonds and Eurex Repo instruments will remain unchanged. The parameters are published on the Eurex Clearing website www.eurexclearing.com under the following link:

Risk management > Risk parameters > Margin Parameters for Bonds and Repos

If you have any questions, please contact Risk Control at tel. +49-69-211-1 24 52 or e-mail: risk@eurexclearing.com.

18 October 2017