clear to trade

eurex clearing *circular 099/13*

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Recipients: All Clearing Members of Eurex Clearing AG and Vendors
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Action required

Extending open, variable and open-variable repo transactions to GC Pooling®

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Content may be most important for:

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

Attachments:
none

Summary:

Eurex Repo currently offers open, variable and open-variable transactions in the Euro Repo market for special repo and GC basket transactions. Clearing is conducted by means of special repo transactions by Eurex Clearing. With immediate effect, Eurex Clearing extends its clearing services for open, variable and open-variable repo transactions on Eurex Repo to GC Pooling®.

In this conjunction, parts of the STOXX® GC Pooling® EUR index family provided by STOXX® are implemented as additional reference rates for variable and open-variable repo transactions.

The clearing service extension for open, variable and open-variable repo transactions to GC Pooling® has no impact on the CCP processing. The risk management methodology and the Eurex Clearing fees remain unchanged.

Extending open, variable and open-variable repo transactions to GC Pooling®

Currently, Eurex Repo trading participants can already execute open, variable and open-variable special repo transactions and GC basket transactions and clear such repo transactions via Eurex Clearing. So far, variable and open-variable repo transactions can be referred to the Euro Overnight Index Average (EONIA) as reference rate.

With immediate effect, Eurex Clearing extends its clearing services for open, variable and open-variable repo transactions to the GC Pooling® market. Open repo transactions can have a maximum term of 1,096 calendar days (three years and one day).

Detailed specifications on processing of such transactions can be found in the "CCP 4.0 Final Release Notes". The document is available in the Member Section of the Eurex Clearing website www.eurexclearing.com under the following path:

Member Section > Clearing Resources > Releases > CCP Releases > CCP 4.0 > Manuals > Functional Manuals

In parallel, Eurex Clearing introduces parts of the STOXX® GC Pooling® EUR Index family provided by STOXX® as additional reference rates for variable and open-variable repo transactions executed on Eurex Repo in the Euro Repo and GC Pooling® market.

The following STOXX® GC Pooling® Indexes have technically been set up and will be activated depending on market demand:

- STOXX® GC Pooling® EUR ON Index (DE000A0Z3MN7)
- STOXX® GC Pooling® EUR TN Index (DE000A0Z3MS6)
- STOXX® GC Pooling® EUR SN Index (DE000A0Z3MW8)
- STOXX® GC Pooling® EUR Extended ON Index (DE000A0Z3MQ0)
- STOXX® GC Pooling® EUR Funding Rate (DE000A0Z3M09)
- STOXX® GC Pooling® EUR Deferred Funding Rate (DE000A1X21E8).

STOXX® calculates the STOXX® GC Pooling® EUR Index family for each fixed-income GC Pooling® Basket (ECB Basket and ECB EXTended Basket) at the following standard terms: Overnight (ON), TomNext (TN) and SpotNext (SN). STOXX® publishes all indexes based on the concluded transactions every day at approx. 18:00 CET.

Due to the similar publication timings and the same-day application of the EONIA and the STOXX® GC Pooling® EUR index family, the CCP internal processing remains unchanged. The established Eurex Clearing fees also remain unchanged.

With this adjustment, Eurex Clearing creates the prerequisite for clearing of variable GC Pooling® repos connected to future indices of the STOXX® GC Pooling® index family.

If you have any questions or require further information, please contact Stefan Knoblauch at tel. +49-69-2 11-1 59 16 or e-mail stefan.knoblauch@eurexclearing.com.

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