clear to trade

eurex clearing *circular 107/17*

Date: 24 October 2017

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

Authorized by: Thomas Laux

Eurex OTC Clear: EUR OTC IRS valuation by Eurex Clearing

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Content may be most important for:	**Attachment:**
➲ All departments	None

Summary:

Eurex Clearing continues its ongoing effort to deliver market best practice as well as a prudent risk management. As a result of the continued growth and increased liquidity of our OTC IRS Clearing offering, Eurex Clearing specific EUR OTC IRS prices have become liquid and available in the market. To align our valuation methods for variation as well as initial margins to market observed prices and to further strengthen the price basis for our default management processes, these Eurex Clearing specific observations will be included in the end of day as well as intraday calculations for EUR OTC IRS **starting on 18 December 2017**.

No changes to reports or any other processes are required on member or vendor side.
Changes to the EUR swap curves underlying the mark-to-market and margin calculation will be done for all tenor curves on the input quote level (Eonia, 1m-, 3m-, 6m-, 12m-EURIBOR).

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