clear to trade

e u r e x c l e a r i n g *circular 149/13*

Date: 13 December 2013
Recipients: All Clearing Members, Registered Customers of Eurex Clearing AG and Vendors
Authorized by: Thomas Book

EurexOTC Clear IRS - fee waiver until 2016: Amended qualification requirements

Related Eurex Clearing circulars: 076/13, 133/13

Contact: Clearing Business Relations, T +44-20-78 62-72 18, ClearingRelations@eurexclearing.com
Member Services & Admission, OTCIRS.Onboarding@eurexclearing.com

Content may be most important for:

Ü Middle + Backoffice
Ü IT/System Administration
Ü Auditing/Security Coordination

Attachment:

Form "Declaration of Intent – Onboarding with EurexOTC Clear for IRS"

Summary:

In its circulars 076/13 and 133/13, Eurex Clearing announced the conditions to qualify for the fee waiver programme. Due to the approaching year-end IT freeze and the extensive demand experienced from Clearing Members and their Registered Customers wishing to take advantage of the fee waiver we have decided to simplify two elements of the requirements to qualify for the waiver as follows:

- The deadline for the requirement to complete the connection to the Common Report Engine (CRE) has been moved to **14 March 2014**.
- The qualification has been extended to affiliated companies of a Registered Customer that fulfils the On-Boarding Requirements Step 1 (mentioned in this circular) by year-end 2013.

This circular lists the minimum requirements for qualification for the fee waiver which must be fulfilled by 31 December 2013 and those that need to be completed by 14 March 2014 for admission as a Registered Customer.

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This circular explains the minimum requirements for qualification for the fee waiver which must be fulfilled by 31 December 2013 and those that need to be completed by 14 March 2014 for admission as a Registered Customer.

Summary of fee waiver specifications

- There will be no OTC-IRS clearing fees until January 2016 for all our Clearing Members and their Registered Customers who are onboarded by 31 December 2013.
- As a Registered Customer, as soon as you have signed up with your first Clearing Member, this offer is valid with any further Clearing Members you may sign up with in the future – even beyond the end-of-year deadline.
- The fee waiver will also apply to any of your own accounts, e.g. funds, whether these are already in existence or are planned to be established in the near future.

To keep the option for the fee waiver, the following must be completed by 31 December 2013 ("On-Boarding Requirements Step 1"):

- Complete and submit the "Agreement on the Technical Connection to the Clearing EDP of Eurex Clearing AG" (Connection Agreement), part of the "OTC IRS Registered Customer Starter Package" available for download on the Eurex Clearing website www.eurexclearing.com under the link:

  Cleared markets > EurexOTC > EurexOTC Clear > Interest rate swaps > How to onboard with us

- Complete the "EurexOTC Clear Interest Rate Derivative Static Data Form for Registered Customer", also part of the "OTC IRS Registered Customer Starter Package" available under the link mentioned above.
- Please submit an Authorized Signatures List
- Submit the completed "Declaration of Intent – On-boarding with EurexOTC Clear for IRS", attached to this circular, to register affiliates under the fee waiver programme.
- Please send the above mentioned documents and forms to OTCIRS.Onboarding@eurexclearing.com.

To finally qualify for the fee waiver, the following must be completed by 14 March 2014 ("On-Boarding Requirements Step 2"):

- A Registered Customer must establish a connection to Eurex Clearing's Common Report Engine (CRE). This can be done via native internet.
- Be admitted to EurexOTC Clear for IRS as a Registered Customer using one of our EMIR-compliant segregation models.
- Sign the Clearing Agreement for the relevant segregation model.
- Sign and submit the "Application for Client Asset Protection for Set-up/Deletion/Change of Securities and Cash Accounts for Collateral for individual segregated NCMs/RCs" to OTCIRS.Onboarding@eurexclearing.com.

If you require help with the onboarding process, we have a dedicated team available to assist you and your Registered Customer. For this purpose, please contact us on OTCIRS.Onboarding@eurexclearing.com.

If you have any additional questions, please do not hesitate to write to our address ClearingRelations@eurexclearing.com.

13 December 2013