Eurex Clearing´s Default Waterfall

Coverage in Normal Market Conditions

Coverage in Extreme Market Conditions

Multi-Level Security System

Close-out of all positions in case of a termination event.

The Collateral as financial resource of the defaulting Clearing Member is utilized to cover resulting losses.

DEFAULT FUND

- Calibrated to cover all losses from default of two largest CM´s
- Confidence Level of 99.9%.
- The Default Fund Requirement is re-calculated at the end of each month and is in EUR.


Eurex Clearings own contribution (Dedicated Amount) is applied.

Fund Contributions of other CM´s to cover all remaining losses.

If the pre-funded contributions to the Default Fund are insufficient, additional financial resources (assessments) and further Dedicated Amount of Eurex Clearing are required.

Equity Capital of Eurex Clearing is applied and Deutsche Börse is providing also financial funding (Letter of Comfort).

Position Netting and Closing

Margin Collateral of Clearing Member (CM) in Default

DEFAULT FUND

Contribution

(covering all asset classes cleared by Clearing Members)

Dedicated Amount of Eurex Clearing

Default Fund Contribution of other CM´s

Max two Assessments per Clearing Member and further Dedicated Amount

Remaining funds of Eurex Clearing

Contact Risk: +49-69-211-12452; risk@eurex.com