

Non-Deliverable Forwards

Clear your Non-Deliverable Forwards (NDFs) at Eurex Clearing, the EU-based CCP. With Eurex Clearing you're signed up for future-proof clearing services that provide safety and efficiency to the market.

NDF Clearing has been developed in close cooperation with buy- and sell-side partners, creating a Pan-European service that meets market demands and all regulatory requirements. As a service of Eurex Clearing, NDF Clearing provides exceptional margin, capital and operational efficiencies making Eurex Clearing the go-to CCP for EU market participants.

NDF CLEARING SERVICE AT A GLANCE

Starting in H2 2021* NDF clearing is available for both inter-dealer and client trades for six currency pairs with cash settlement in USD.

Currency pairs		Execution venues	Tenors
BRL/USD	CLP/USD	360T	1 day out to... 2 years
KRW/USD	INR/USD	Traiana	
IDR/USD	TWD/USD	MarkitSERV	

*subject to regulatory approval

What are the key benefits?



EU-based CCP

- European domiciled CCP guarantees clearing certainty within the EU regulatory framework.



Funding efficiency

- The single default fund across asset classes does not require additional minimum contributions for NDFs.



Margin reduction

- Multilateral netting reduces margin requirements and provides operational efficiencies through one daily variation margin movement.



Simple Onboarding & Integration

- Efficient and easy onboarding process leveraging existing connectivity, reporting, and collateral accounts across all services of Eurex Clearing.

HIGHLIGHTS

Multilateral netting

Through multilateral netting, clearing will significantly reduce margin requirements to one net exposure to the CCP. In addition, Eurex Clearing applies a single, robust margin model providing full transparency and removing the reliance on uncleared margin models.

Protection

Our proven default management framework provides maximum safety to Clearing Members and Clients, offering default protection via asset segregation and portability. In addition to minimizing counterparty credit risk, our default management processes reduce systemic risk and provide market continuity in the event of a clearing member default.

Capital and funding efficiencies

In an environment of increasing costs for funding and capital, clearing can reduce Risk Weighted Assets (RWAs) through the lower weighting applied to cleared exposure. Funding costs are also decreased through the large pool of acceptable collateral available at Eurex Clearing, approximately 14,000 ISINs in total. In addition to this, there is no CVA capital charge for cleared trades.

Operational efficiency

Central Clearing reduces the number of daily payments to one, minimizing your funding burden, operational risk and the cost of payments. All participants also fall under the same single rulebook, giving you full transparency and unified rules, which, in case of disputes, can otherwise be protracted and costly.

FULL RANGE OF FX CLEARING SOLUTIONS

In addition to the NDF clearing service, Eurex Clearing offers a broad range of OTC and ETD FX clearing services, providing choice and enabling participants to access the cleared FX market in the most economical and secure manner.

	OTC Cleared				OTC NDF Clearing*		Exchange-traded (ETD)		
Product	Deliverable EUR/USD, GBP/USD				Non-Deliverable USD/BRL, USD/KRW, USD/INR, USD/TWD, USD/CLP, USD/IDR		Deliverable G7 Currency Pairs		
	OTC Execution			XCCY Swaps		Options	Futures	Rolling spot futures	
	Spot	Forwards	Swaps						
Settlement	CLSClearedFX				Eurex Clearing USD Payment Infrastructure		Main CLS cycle		

*H2 2021 go-live subject to regulatory approval

Contact

FX SALES AND BUSINESS DEVELOPMENT

fx@eurex.com

