X-pand into the Future

# e u r e x *circular 034/03*

**Date:** Frankfurt, March 26, 2003
**Recipients:** All Eurex members and vendors
**Authorized by:** Daniel Gisler

**High Priority**

## Display /Reporting of Margin Requirements for Equity-only NCMs

**Contact:** Functional Help-desk Clearing: Tel. +49-69-21 01-12 50

| **Content may be most important for:** | **Attachments:** None |
|---|---|
| ➲ Middle + Back Office<br>➲ Auditing / Security Coordination | |

This Circular is directed at those Eurex Clearing Members which act for Equity-only NCMs, thus for those which are not trading participants (NCMs) at Eurex, Eurex Bonds or Eurex Repo (Equity-only NCMs: FWB members which clear their equity trades within the scope of the equity CCP through a GCM or DCM of Eurex Clearing AG).

When CCP first goes live on March 27, 2003, Clearing Members should be aware of the following issue relating to the 'Daily Margin Overview' window.

In this window, margin information for Equity-only NCMs will not be included in the detail information for individual NCMs. However, the aggregate total margin requirements per account type for the Clearing Member in the Daily Margin Overview will be correct as it will include the margin requirements for all NCMs, including any Equity-only NCMs. Therefore for purposes of resolving a Clearing Member's own margin requirements and those of its NCMs, the Daily Margin Overview window may not provide complete information. Note that for Eurex NCMs who clear their derivatives and equity trades through their Eurex Clearing Member the detail margin information in the Daily Margin Overview will include the derivatives and equity margin requirements correctly.

In all cases, however, the Daily Margin report RPTCC050 contains full details of margin requirements for all NCMs, including any Equity-only NCMs, as well as the correct aggregate totals for the Clearing Member.

The issue with the Daily Margin Overview window will be resolved in a software update in future, but meanwhile Clearing Members with equity-only NCMs are advised to use RPTCC050.

Eurex Clearing AG
D-60485 Frankfurt am Main
www.eurexchange.com

Functional Member Readiness
Tel. +49-69-2101-1700
Fax +49-69-2101-1701

Alternative
Tel. +49-69-9770-1700
Fax +49-69-9770-1701

Management Board:
Rudolf Ferscha, Daniel Gisler
Peter Reitz, Jürg Spillmann
Michael Widmer. Thomas Lenz (Deputy)