

22 Sep 2021

## Monthly News from Eurex Repo

### Market Briefing

---

In August, we saw an overall decrease in trading volumes by 8% compared to July, as many traders seemed to be away for their summer holidays. Repo market activities were 11% lower, mainly driven by a drop of 24% in GC volumes, while the GC Pooling volumes finally stabilized and even showed an increase in term business compared to August 2020 of 6.4%.

In the SSA sector, we see some very positive developments. Trading volumes of EU bonds increased by 60% compared to last year.

Frank Gast - Managing Director, Eurex Repo

### News

---

#### **La Banque Postale joins Deutsche Börse's GC Pooling market**

La Banque Postale, one of the leading French banks active in retail banking, insurance, corporate and investment banking, and asset management, has joined Eurex Repo's GC Pooling market after being live on Eurex Repo's Special market since 2020. This move will allow La Banque Postale access to further deep liquidity pools via this cost-efficient and low-risk solution for secured money market trading.

[Read more](#)

## **Dutch pensions manager MN's clients now centrally clearing repos at Eurex**

MN, one of the largest fund managers and administrators for Dutch pension funds with over EUR 170 billion under management, is now using Eurex's innovative ISA Direct clearing model in order to centrally clear repo transactions and benefit from enhanced access to cash liquidity and robust management of initial and variation margin requirements.

[\*\*Read more\*\*](#)

## **Whitepaper: Capital efficiencies through direct access repo clearing models for the buy-side**

Banks and other complex financial institutions continue to face challenges in meeting return on equity (ROE) expectations. This is due to the substantial balance sheet de-risking and unprecedented regulatory reform in the wake of the global financial crisis of 2007/08 and subsequent market conditions such as the European sovereign debt and the recent COVID-19 crises.

The trading of repurchase agreements (repo) is a cornerstone of the wholesale financial markets. Repo markets provide a core source of funding, facilitate collateral mobilization, and are a key transmission mechanism for monetary policy. However, post-crisis reforms to banking institutions' capital and liquidity requirements have profoundly impacted the repo market.

This whitepaper provides a case study that explores Eurex's repo clearing models for sell-side and buy-side clients and the opportunities they afford for balance sheet, leverage, and risk-based capital optimization.

[\*\*Read more\*\*](#)

Volume

---

Daily average outstanding volume in bn EUR reached in August 2021			
GC Pooling: 34.2	Repo: 61.5		All Markets: 95.7

Daily average term adjusted volume in bn EUR reached in August 2021		
GC Pooling: 36.4	Repo: 84.3	All Markets: 120.6

Trades	GC Pooling in EUR	Repo GC in EUR	Repo Special in EUR
Largest	2.0 bn	1.7 bn	0.8 bn
Longest	125 days (50 mn)	92 days (401 mn)	92 days (157 mn)

#### STOXX® GC Pooling Indices

August 2021	STOXX® GC Pooling EUR ON Index		STOXX® GC Pooling EUR Extended ON Index	
Rate (in %)	High -0.517	Low -0.614	High -0.51	Low -0.543
Vol (in bn EUR)	High 2.0	Low 0.5	High 4.0	Low 2.0
	STOXX® GC Pooling EUR Deferred Funding Rate			
Rate (in %)	High -0.53		Low -0.563	
Vol (in bn EUR)	High 8.0		Low 3.9	

For more STOXX GC Pooling indices please see [www.gontigo.com](http://www.gontigo.com) and for the vendor codes please click [here](#).

## Participants

---

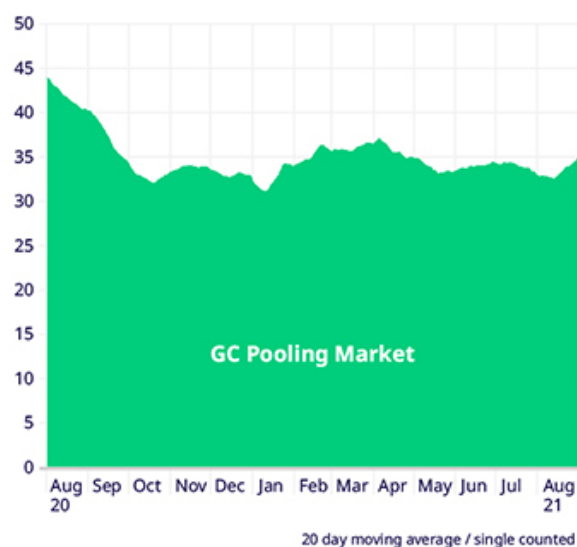
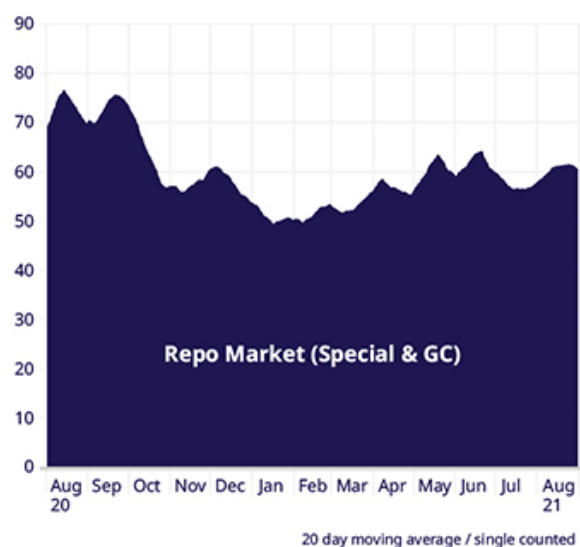
Repo Market: 150	GC Pooling Market: 137	HQLAx: 4	Select Invest: 4	Select Finance: 5
------------------	------------------------	----------	------------------	-------------------

Please find here the current [Participant List Repo and GC Pooling](#) with a summary by markets

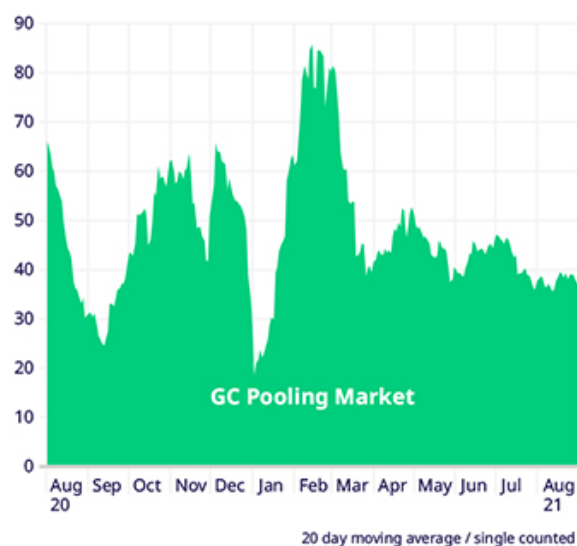
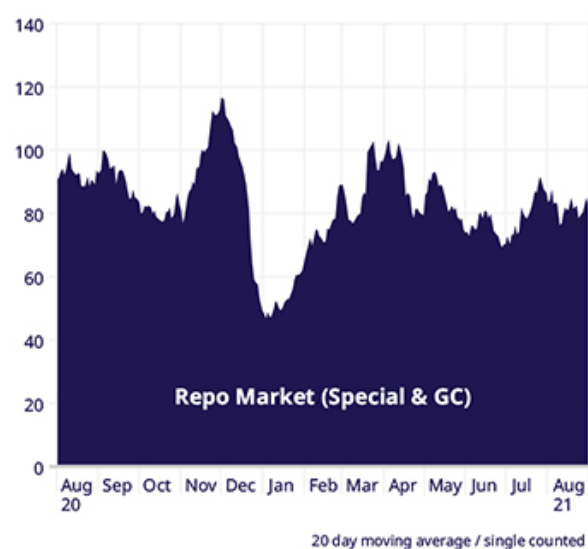
## Volumes 2020/2021

---

#### Outstanding volumes 2020/2021 (in bn EUR)



#### Term adjusted volumes 2020/2021 (in bn EUR)



## Webcasts

### Recording: Eurex ISA direct landscape for the buy-side

Nearly every element of the post-financial crisis regulatory reform seems to impact the repo market adversely. Measures such as the Leverage Ratio and G-SIB requirements place significant constraints on repo trading and force banks to ration their scarce balance sheet capacity. Alongside the interbank market challenges, the constraints have a substantial impact on buy-side clients because of the directional nature of their repo trading.

Clearinghouses can offer significant relief through multilateral netting. With Eurex's innovative ISA Direct's buy-side clearing models, there are substantial capital savings opportunities and relief from banks' regulatory constraints. Eurex's Indemnified Clearing model, the latest extension to the ISA Direct suite, further extends the range of eligible counterparties. Now, entities that don't fulfil the ISA Direct eligibility criteria, e.g., non-EU regulated funds, can directly access the clearinghouse. Therefore, the entire universe of buy-side clients, ranging from traditional real money to more leveraged accounts, can now expand their cash & collateral management toolkit through centrally cleared (reverse) repos at Eurex

Clearing. Join our webcast to learn how you can benefit from improved repo liquidity & capacity, streamlined operational processes and reduced risk.

In this cast, moderator **Cornelius Müller** (Head of Marketing, Eurex) hosts a roundtable discussion with our in-house experts:

- **Clive D'Souza**, Expert Regulatory & Capital, Eurex
- **Frank Odendall**, Head of Funding & Financing Product & Business Development, Eurex
- **Philip Simons**, Head of Fixed Income Sales, Eurex.

**Watch now**

## Training

---

### GC Pooling and Repo Market

Regular Repo and GC Pooling system trainings are offered and can be provided on request. The trainings include basic knowledge about repo trading and the practical use of the system. For more information please contact [repo.trading@eurex.com](mailto:repo.trading@eurex.com).

## Systems & Services

---

[Technical Information: Eurex Repo F7 Release 3.6 – Action Required: API Technical Upgrade \(AMQ\)](#)

### Summary: Update of AMQ brokers used by F7 API potentially requiring client adaption

As previously announced, please be advised that Eurex Repo plans to introduce F7 release 3.6 in production on 29.11.2021.

[Click here for further details](#)

## Services & Contacts

---

	Area	Phone	E-mail
Management	Frank Gast	+49 69211 14050	frank.gast@eurex.com
	Matthias Graulich	+49 69211 18078	matthias.graulich@eurex.com
Functional Helpdesk	Eurex Repo	+41 43430 7220	Repo.Trading@eurex.com
	Eurex Clearing CCP Hotline	+49 69211 11940	ccp@eurex.com
	Eurex Clearing Risk Operation	+49 69211 12452	risk@eurex.com
	Xemac	+49 69211 11410	xemac@clearstream.com
	CmaX	+352 2433 8113	cmx@clearstream.com
Technical Helpdesk	Deutsche Börse Customer Technical Support (F7)	+49 69 211 10877	cts@deutsche-boerse.com
	Xemac System	+49 69211 11910	sysclhelp@deutsche-boerse.com
	Xemac	+49 69211 11730	tmr-zos@deutsche-boerse.com
Business & Product Development	Frank Odendall	+44 207862 7273	EXR_ProductDevelopment@eurex.com
Sales	Eurex Repo Frankfurt Carsten Hiller Ingo Deisenroth Esen Rose	+49 69211 13182 +49 69211 14193 +49 69211 13172	Repo.Sales@eurex.com
	Eurex Repo London Jonathan Lombardo Dale Fullilove Katja Renner	+44 207862 7559 +44 207862 7238 +44 207862 7233	Repo.Sales@eurex.com
	Eurex Repo Paris Alexandra Morelle	+331 5527 6769	Repo.Sales@eurex.com
	Eurex Repo Zug André Ammann	+41 43 430 7112	Repo.Sales@eurex.com
	Eurex Repo Chicago Matthew Scharpf	+1 312 544 1086	Repo.Sales@eurex.com
	Gabriele Ristau Yasemin Ucar	+49 69211 15741 +49 69211 12862	Repo.Accountmgmt@eurex.com
	Katja Massinger Bärbel Peters Stefanie Cosgrove	+49 69211 12602 +49 69211 15389 +49 69211 12483	onboarding-team@deutsche-boerse.com
	STOXX Customer Support	+41 58 399 5900	customersupport@stoxx.com

## More news from Eurex Repo

Connect with us on Twitter [@EurexGroup](#), [LinkedIn](#) and [Youtube](#) for more updates.

### Disclaimer

The information contained in this message is confidential or protected by law. If you are not the intended recipient, please contact the sender and delete this message. Any unauthorised copying of this message or unauthorised distribution of the information contained herein is prohibited.

[sales@eurexrepo.com](mailto:sales@eurexrepo.com) | [Disclaimer](#) | [Privacy notice](#) | [Imprint](#)

Eurex Repo GmbH  
Managing Directors/Geschäftsführer:  
Frank Gast, Matthias Graulich  
Gesellschaft mit beschränkter Haftung with registered  
seat in/mit Sitz in Frankfurt am Main.  
Commercial register/Handelsregister:  
Local court/Amtsgericht Frankfurt am Main HRB 49370.

