X-pand into the Future

eurex circular 084/05

Date: Frankfurt, June 1, 2005
Recipients: Eurex members and vendors, Eurex Bonds and Eurex Repo members, CCP members
Authorized by: Daniel Gisler

⚠ **Action Required**

CCP Release 3.0: Migration and Production Launch Activities

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Content may be most important for:	**Attachment:**
➲ All departments	Fax Reply

Summary:

The production launch of CCP Release 3.0 for Fixed Income (FI CCP) products traded at Eurex Bonds and Eurex Repo is scheduled for **June 6, 2005**.

This circular provides an overview on all activities on member and clearinghouse side, relating to

- pre-migration until Friday, June 3, 2005,
- **migration day** on Saturday, **June 4, 2005** and
- **production start** of CCP Release 3.0 on Monday, **June 6, 2005**.

Furthermore, this circular includes an overview of the helpdesk availability.

Please also find attached a fax reply with which we kindly ask you to indicate the functional and technical contact persons who will be available on June 4, 2005 to accompany the production launch on your side. Kindly return this form to the fax number indicated on the document **by June 2, 2005.**

CCP Release 3.0: Migration and Production Launch Activities

1. CCP Release 3.0 Migration and Launch Activities Per Calendar Day

Please find the member and clearinghouse activities in connection with the migration and production launch described below per calendar day.

June 2, 2005

Contact persons for Migration and Launch

Kindly return the fax reply giving the details of the functional and technical contact persons at your institution for migration and production launch until June 2, 2005.

June 3, 2005

CSD Delivery Instructions

June 3, 2005 will be the last day for clearing via the environment of the Integrated Clearer (IC). Delivery instructions with settlement date <= June 3, 2005 will be distributed to the respective (I)CSDs as today until end of business on June 3, 2005.

June 4, 2005

Trade Load and Referencing Information

On Saturday, June 4, 2005 all pending trades will be loaded into the CCP system. Kindly take into account that the current trade number (as known today) and the future CCP trade number will deviate in certain cases.

Bond trades:

The trade number for the sell side of a bond will be enriched by 5000000, whereas the trade number of the buy side will not change.

Example:

Original trade number	0065201
Sell side CCP	**5**065201
Buy side CCP	0065201

Repo trades:

For repo trades, the trade number for the sell side of the front leg and the buy side of the term leg will be enriched by 5000000.
The trade number for the buy side of the front leg and the sell side of the term will not change.

Example:

Original trade number of the front/term leg 0065201

Front Leg in the CCP:	sell-side **5**065201	buy-side 0065201
Term Leg in the CCP:	buy-side **5**065201	sell-side 0065201

Trade default settings

With the CCP load, trades will be carrying the following default settings in accordance with the individual member setup:

- Release Method setting (positive/negative)
- Cash Deferral setting (yes/no)

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

Regarding the processing method (gross/net), however, all trades – regardless of the possibly differing member default valid as of production start - will be marked for gross processing. Thus, the trades will not be subject to Settlement Netting within the migration weekend.

File with pending Trades

At approximately 04:00 p.m. CET, every Clearing Member and/or Settlement Institution will be provided with an Excel file that contains all pending trades included in the migration by Eurex Clearing AG. This communication will be sent via e-mail to the members' functional and technical contact persons as named on the aforementioned fax reply. Should the fax reply not have been returned in time, the e-mail will be sent to the current addressees stated for FI CCP member mailings.

Please note that the CCP @X-PERT GUI will not be available for delivery management activities on migration weekend.

Software Kit Installation

The CCP Release 3.0 Production Software Kit and GATE 3.3 should be installed on June 4, 2005, as described in Eurex circular 080/05 dated May 25, 2005. The installation has to be completed prior to the connection test.

Connection and Log on Test

Between 04:00 p.m. and 06:00 p.m. CET on June 4, 2005, the technical connection and log on test for CCP Release 3.0 will take place.

During this time, the connection test for CCP Release 2.0 may also be performed for equity market participants, as described in Eurex circular 80/05 as of May 25, 2005.

The connection test can be regarded as successful when the message "Welcome to @XPERT" can be seen on the @X-PERT login screen.

We strongly recommend all members to actively participate in the connection and log in test, as this provides a unique possibility to ensure system communication prior to CCP Release 3.0 production launch.

Should any circumstances on June 4, 2005 recommend refraining from launching CCP Release 3.0 on June 6, 2005, Eurex Clearing AG will inform the market participants latest by 07:00 p.m. CET on June 4, 2005.

The respective communication will be sent as a Eurex/CCP circular and also as mailing to the functional and technical contact persons as named on the aforementioned fax reply. Should the fax reply not have been returned in time, the e-mail will be sent to the current addressees stated for FI CCP member mailings.

Should no communication occur by 07:00 p.m. CET on June 4, 2005, the launch will take place as scheduled.

June 5, 2005

No events/activities are planned for June 5, 2005.

June 6, 2005

@X-PERT GUI Availability

On Monday, June 6, 2005, the CCP @X-PERT GUI will be available starting 03:00 a.m. CET.

Report Provision and Selection

Kindly note that, in order to enable you to individually select your FI CCP reports for production, the current, simulation-related report selection settings will not be transferred to production.

In order to ensure the dissemination of the requested reports for FI CCP production from June 6, 2005 onwards, please consider the following points:

On Monday, June 6, 2005, Eurex Clearing AG will provide all participants with the “CE270/CE271 Settled Delivery Report” in RAW and PRINT format, in order to ensure receipt of this report on the first production day.

Please note that both the CE270/CE271 print/formatted report as well as the corresponding raw report will be free of charge on this day.

After migration, the print/formatted report will be liable to charges. Therefore, please deselect the pre-set CE270/CE271 print/formatted report in the @X-PERT GUI on June 6, 2005 for June 7, 2005 onwards, should you not wish to receive it in CCP Release 3.0 production.

Due to the fact that the “CE260 Pending Delivery” report is provided in the early morning of the business day, this report should be selected in time on June 6, 2005 to ensure its provision as of June 6, 2005.

All additionally requested reports are to be selected in the @X-PERT GUI until noon CET on Monday, June 6, 2005 in order to ensure the report provision during end-of-day processing on June 6, 2005.

Participants without access to the @X-PERT GUI have already received a report selection form for FI CCP production. Should you not have submitted this form as of receipt of this circular, kindly do so without delay. Otherwise, report provision cannot be ensured for CCP Release 3.0 production.

@X-PERT GUI User IDs

New users of the CCP @X-PERT GUI can access the delivery management functionality after successfully entering the following login/password:

Login: Member ID (e.g. ABCDE)
Password: 11111111

We recommend changing the password immediately.

All other already existing CCP users can continue using their existing user IDs and passwords.

Delivery Management Activities

Participants who have chosen the default release method “positive” are requested to release their trades for settlement on June 6, 2005.

Gross Settlement of Trades

All due trades with settlement date <= June 6, 2005 will settle on gross basis due to the “gross” flag that has been set for migration (see above, June 4, “Trade default settings”).

2. Helpdesk Availability

Helpdesk	Focus	Number	Availability			
			June 4, 2005	**June 5, 2005**	**June 6, 2005**	**as of June 7**
Deutsche Börse Systems CCP Technical Helpdesk	Technical problems	**+49(0)69-211 1 28 00**	4 p.m. - 6 p.m.		6 a.m. - 10 p.m.	6 a.m. - 6 p.m.
Eurex Clearing Supervision	CCP functional & operational questions (CCP GUI/Trade Mgt. Functionality, Risk Mgt.)	**+49(0)69-211 1 19 40**	2 p.m. - 6 p.m.		6 a.m. - 8.30 p.m.	7 a.m. - 8.30 p.m.
FI CCP Change Management Team	Customer service, Member connection & admission	**+49(0)69-211 1 16 60**	3 p.m. - 7 p.m.		6 a.m. - 6 p.m.	9 a.m. - 6 p.m.

Please note that all other helpdesks will be available at their usual times on June 6, 2005 and thereafter.

Frankfurt, June 1, 2005

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Michael Widmer, Thomas Lenz (Deputy)

Fax Reply

Contact Person CCP Release 3.0 Production Launch

Please return until **June 2, 2005** to

FI CCP Change Management Team **Fax +49(69)-211 1 16 61**

Returned by:

Company / Member ID _____ _____

Name _____

Function _____

Telephone _____

Place/Date _____

We kindly request the following information regarding CCP Release 3.0 migration weekend and production start:

1. **Responsible <u>functional</u> contact person that will be available on June 4 (3:30 p.m. to 7:30 p.m. CET) and prior to production start on June 6, 2005**

   Name _____

   Function _____

   Telephone _____

   Mobile _____

   Fax _____

   E-Mail _____

2. **Responsible <u>technical</u> contact person that will be available on June 4 (3:30 p.m. to 7:30 p.m. CET) and prior to production start on June 6, 2005**

   Name _____

   Function _____

   Telephone _____

   Mobile _____

   Fax _____

   E-Mail _____