X-pand into the Future

e u r e x *information*

Date: Frankfurt, October 7, 2002
Recipients: All Eurex Clearing members and vendors
Authorized by: Daniel Gisler

Central Counterparty – CCP Circular 42/02

Related CCP Circular: 32/02

Contact: Functional Member Readiness: Tel. +49 (0)69-21 01-17 00

Content may be most important for:	**Attachments:**
➲ Central Counterparty Coordinators	CCP Circular 42/02 (English/Deutsch)

Please find attached a copy of Central Counterparty Circular 42/02 sent to Frankfurter Wertpapierbörse members and vendors recently.

Following CCP Circular 32/02, this Circular provides further information on the requirement for availability of suitably qualified CCP back office staff during the Eurex Clearing AG business day.

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

CCP Circular 42/02

Deutsche Börse

To the FWB Members, Xetra® Members and Vendors

Recipients: Project Coordinators

FWB
Frankfurter
Wertpapierbörse

Management

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Central Counterparty - CCP September 26, 2002
CCP Qualified Employee in the Clearing Back Office

Dear Sir or Madam,

With CCP Circular 32/02 we informed you about the necessary reachability of an adequately qualified employee in the Clearing Back Office. Due to several requests for clarification from Member side we would like to provide further information on this today.

The current version of the Clearing Conditions for Eurex Clearing AG, which are the legal basis for all business relations between Clearing Member and Eurex Clearing AG, states, among others, the following regulation:

Chapter IV, 1.1.2 (4) (f)
“At least one sufficiently qualified member of staff has to be present at any time during the business day of Eurex Clearing AG to ensure the orderly fulfillment of the clearing obligations and he or she has to be available by telephone and fax.”

At present, the business day of Eurex Clearing AG covers the pre-trading, trading and post-trading phases of the connected trading systems. The pre-trading phase starts at 7:00 a.m. and the post-trading phase ends at 8:30 p.m. or 9:00 p.m. respectively. Of course the systems have to be available before and afterwards, starting approximately at 6:00 a.m. and ending approximately at 10:00 p.m.



60 days to go

Start of CCP Simulation
on November 25, 2002

General Managers:
Edward Backes
Dr. Heiko Beck
Rudolf Ferscha
Frank Gerstenschläger
Volker Potthoff

Besides containing rather uncritical activities, like Gross Delivery Management, which can be outsourced to a Settlement Institution, the clearing duties stated in the Clearing Conditions for Eurex Clearing AG also encompass highly critical activities for a centralized counterparty. These critical duties are in particular:

- Margining (also intraday)
- Risk-Monitoring
- Collateral Handling
- Default Handling
- Cash Management

For Risk Management purposes of Eurex Clearing AG and their affiliated institutions as well as to ensure smooth processing of the above mentioned critical activities it is necessary that an appropriately qualified employee is reachable during the aforementioned times. Thus, overall Clearing process efficiency can be guaranteed. Should you already perform Back Office activities for the Clearing of derivatives, bonds and/or repos, please note that you can centralize the function of the qualified employee concerning different product groups.

We hope that these details are helpful to you. For any questions you may have or any further information you require, please do not hesitate to contact the CCP Change Management Team under:

telephone: +49(0)69-21 01-16 60
fax: +49(0)69-21 01-16 61.

Yours faithfully
On behalf of the Management

Jens Hachmeister Christian Ochsner