X-pand into the Future

e u r e x *information*

Date: Frankfurt, March 10, 2003
Recipients: All Eurex Clearing members and vendors
Authorized by: Daniel Gisler

Central Counterparty – CCP Circulars 28/03 and 29/03

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

Content may be most important for:	**Attachments:**
➲ Central Counterparty Coordinators	CCP Circular 28/03 (English/Deutsch) CCP Circular 29/03 (English/Deutsch)

Please find attached a copy of Central Counterparty Circulars 28/03and 29/03 sent to Frankfurter Wertpapierbörse members and vendors recently.

Circular 28/03 drew attention to a number of software corrections in the CCP simulation.

Circular 29/03 announced an extension to the simulation period for two days on March 10, and 11, 2003. The CCP simulation calendar for the months of March and April was attached, as well as selective XONTRO test scenarios provided by Braintrade.

Please note that attachments to the CCP Circulars are not included with this communication. All important CCP documents, including those referenced above, can be accessed via the CCP web-site under 'Documentation'.

Access to the CCP site from the Eurex web-site is via 'info for members' (Eurex login required) > ccp (login 'ccp' and password 'go').

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 (CEO), Daniel Gisler,
Thomas Lenz, Peter Reitz,
Jürg Spillmann, Michael Widmer

CCP Circular 28/03

Deutsche Börse

To the FWB Members, Xetra® Members and Vendors

Recipients: Project Coordinators, System Administrators

Central Counterparty – CCP March 5, 2003
Software Corrections in the CCP Simulation

FWB
Frankfurter Wertpapierbörse

Management

Neue Börsenstraße 1
60487 Frankfurt am Main

Mailing Address
60485 Frankfurt am Main

Telephone
+49(0)69-21 01-16 60
+49(0)69-97 70-16 60

Telefax
+49(0)69-21 01-16 61
+49(0)69-97 70-16 61

Internet
deutsche-boerse.com

Dear Sir or Madam,

Please refer to the following table for the current CCP Simulation corrections effective since March 3, 2003.

Affected area	Result
Display of manually linkable trades in Gross Delivery Management	For manual linking, only relevant trades are displayed in the Member GUI.
Number of transactions per MT536 message	Analogous to CBF handling, up to four transactions may be stated in one message with one settlement account indicated per transaction.
Display of trades with status 'late' in the Member GUI	Trades with settlement status 'late' may be displayed in the Member GUI after selection of appropriate filter.
Delivery of report CC060 (Daily Margin Summary)	This report contains information for Clearing Members and will be delivered to Clearing Members only.
Display of trade status in report CE260 (Pending Delivery)	Partially closed trades with pending cash settlement on level Clearing Member-customer will be displayed as 'closed/late'.

We apologize for the communication at short notice.

For any questions you may have, please do not hesitate to contact the CCP Change Management Team under telephone: +49(0)69-21 01-16 60 or fax: +49(0)69-21 01-16 61.

Yours faithfully
On behalf of the Management

Jens Hachmeister

Christian Ochsner

General Managers:
Edward Backes
Rudolf Ferscha



22 days to go

CCP Production Start
on March 27, 2003

CCP Circular 29/03

Deutsche Börse

To the FWB Members, Xetra® Members and Vendors

Recipients: Project Coordinators, System Administrators

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Management

Neue Börsenstraße 1
60487 Frankfurt am Main

Mailing Address
60485 Frankfurt am Main

Telephone
+49(0)69-21 01-16 60
+49(0)69-97 70-16 60

Telefax
+49(0)69-21 01-16 61
+49(0)69-97 70-16 61

Internet
deutsche-boerse.com

Central Counterparty – CCP March 06, 2003
Prolongation of the Simulation for two Days
Simulation parallel to Production from March 18 until April 17, 2003
Additional XONTRO Test Cases

Dear Sir or Madam,

Due to an increasing number of member requests we will extend the Open Simulation of the Central Counterparty (CCP) for two days, March 10 and March 11, 2003. On these days, short Simulation days will take place.

Furthermore, we have decided to provide a Simulation parallel to Production prior to production start. The Simulation environment will be available daily from Tuesday, March 18, 2003 until Thursday, April 17, 2003 and provide short Simulation days. We would like to offer the possibility to continue testing until production launch and likewise provide a Simulation environment for possibly necessary bug fixes after CCP production start. Information regarding Simulation processing after April 17, 2003 will be distributed with a separate circular. Please find attached the following documents with details regarding the aforementioned periods:

- **Simulation day time schedule of all systems from March 10 until April 17, 2003**
- **CCP Simulation calendar March and April 2003**



21 days to go

CCP Production Start on March 27, 2003

General Managers:
Edward Backes
Rudolf Ferscha

For a closer explanation of the daily schedules and the Simulation Calendar, please consider the following annotations:

CCP Simulation

Basics

- Short Simulation days will take place
- Deutsche Börse AG will not provide any focus cycles or Simulation scripts.
  Exceptions:
  - BrainTrade will provide selective XONTRO test scenarios as attached to this circular
  - Scenarios for the Simulation of Buy-in processing
- Due to the interruption of the CCP Simulation from March 12, until March 18, 2003 we kindly ask all members not to submit settlement instruction data carriers during this period. Only from March 19, 2003, STD onwards these will be received again and the technical and the functional feedback is going to be dispatched to the members.
- The CCP system will contain updated instrument master data on March 18, 2003 (e.g. adjusted by delistings)
- Due to internal tests all trades reaching the contractual settlement day will be settled automatically by a tool from STD on March 12 until SDS2 on March 19, 2003. This leads to an inconsistency between the CCP and CBF. Therefore, we kindly ask you **to release all trades reaching the contractual settlement day before the STD run on March 11, 2003,** in order to maintain consistency between CCP and CBF. To ensure a smooth Simulation parallel to Production, Deutsche Börse AG may thus clear all trades resulting from the open Simulation and executed until March 11, 2003, in the CCP until March 20, 2003 at the latest.
- As is the case with the permanent Simulation environments of our trading systems, our services are focused on the production systems. Thus, we will handle issues related to CCP production with priority during the parallel CCP Simulation. This may lead to delays concerning the clarification of simulation-related issues. Furthermore, Deutsche Börse AG may close the Simulation environment with short notice in order to clarify production-related issues.

Reports:

- Basically, the reports are dispatched until March 13, 2003. After the STD on March 12, 2003, they may not display the same data compared to CBF reports due to aforementioned automatic settlement. After the STD on March 19, 2003, the CCP reports will be again consistent to the CBF reports.

Xetra, Eurex Simulation:

- The Xetra Simulation environment remains closed only on March 12, 2003. From March 13 until March 17, 2003 the non-CCP control segment “US Stars” will be available for Simulation purposes. The business day in Xetra will be set at March 18, 2003 on all days during aforementioned period.
- The Eurex Simulation environment will be available on all days. From March 13, 2003 onwards, the Eurex system will also be set at business day March 18, 2003.

⇨ Please note that detailed Simulation calendars for the Xetra and Eurex Simulation environment have been provided with separated Xetra and Eurex Circulars.

XONTRO Simulation:

- XONTRO provides long Simulation days (until 6:00 p.m.) in the period from March 10 until March 14, 2003. Price determination is only performed at the trading location Stuttgart according to the attached test scenarios. This means that no CCP trades will be generated in the aforementioned period.
- From March 18, 2003 onwards, price determination is again performed at the trading location Frankfurt. Thus, from this day onwards CCP trades are generated. The end of trading for the trading locations Frankfurt and Stuttgart will be 1:30 p.m.
- XONTRO provides further test scenarios for the Simulation at the trading locations Frankfurt, Stuttgart and Xetra. These scenarios are scheduled in the period from March 10 until March 21, 2003. Please note that according to attached Simulation calendar no trade entries are possible on March 17, 2003. Selected instruments will be provided to process the test scenarios. Please find further details concerning these scenarios given in the enclosed overview.

For any questions you may have, please do not hesitate to contact the CCP Change Management Team under telephone: +49(0)69-21 01-16 60 or fax: +49(0)69-21 01-16 61.

Yours faithfully

On behalf of the Management

Jens Hachmeister Christian Ochsner

Enclosure