

EurexOTC Clear

Eurex Clearing offers a liquid EU-based alternative to clear EUR-denominated interest rate swaps with high-quality execution prices.

We have worked closely with both the buy and sell side to design the only European offering that truly meets the needs of the market. As a result, we provide the perfect basis for your OTC business, where highest safety and efficiency are key factors – and differentiate us from other CCPs.

PRODUCT SCOPE

Type	Currencies	Maturity	Supported types	Other characteristics
IRS	EUR	61 years (22,335 days)	• Plain vanilla (fixed/float) • Basis/tenor (float/float)	• ISDA, German framework agreements
	USD	51 years (18,675 days)	• Basis/tenor (float/float)	• Constant notionals
	DKK, NOK	Up to 31 years (11,375 days)	• Plain vanilla (fixed/float) • Basis/tenor (float/float)	• Front, end stubs, forward starts
	SEK	Up to 31 years (11,375 days)	• Plain vanilla (fixed/float)	• 1m, 3m, 6m, 12m - EUR (Euribor)
	CZK, HUF, PLN	Up to 16 years (5,871 days)	• Plain vanilla (fixed/float) • Basis/tenor (float/float)	• 3m, 6m - DKK (Cibor), NOK (Nibor), PLN (Wibor), CZK (Pribor), HUF (Bubor)
OIS	EUR	61 years (22,335 days)	• Plain vanilla (fixed/float)	
	GBP, USD	Up to 51 years (18,675 days)	• Plain vanilla (fixed/float)	• 3m - SEK (Stibor)
	CHF, JPY	Up to 31 years (11,375 days)	• Plain vanilla (fixed/float)	• Zero coupon
	DKK	Up to 11 years (4,050 days)	• Plain vanilla (fixed/float)	• Variable notional – amortizing & roller coaster
FRA	EUR, DKK, NOK, SEK, PLN, CZK, HUF	Up to 3 years (1,225 days)	• Plain vanilla (fixed/float)	• Negative interest rates and spreads
Zero Coupon Inflation	GBP	Up to 50 years	• UK RPI	• IMM roll dates
	EUR	Up to 30 years	• FRCPix	
	EUR	Up to 50 years	• HICPxT	• Variable spreads & fixed coupons
Standard Coupon Inflation	EUR	Up to 50 years	• HICPxT	• Compounding

What are the key benefits?



Regulatory compliance

- European domiciled CCP guarantees clearing certainty within the EU regulatory framework



Capital efficiency

- A legal framework allowing for maximum risk exposure netting
- Capital efficient direct clearing models



Margin efficiency

- Cross product margining along the euro yield curve
- Full interest rate derivatives coverage



Collateral efficiency

- Broad eligible collateral spectrum
- Integrated collateral re-use and transformation possibilities with our repo CCP services



NETTING AND COMPRESSION

The netting (risk-free compression) and risk-based compression services offered at Eurex Clearing allow market participants to reduce their outstanding gross notional by offsetting trades with opposing directions. This can significantly reduce the leverage ratio and overall cost of capital.

In addition to the capital efficiencies, there are operational benefits. It decreases the number of trades, contributes to reducing systemic risk and simplifies portfolio management by increasing operational efficiency and reducing potential administrative effort in the event of a default.

Levels of netting

Netting position parameters can be defined on a position account basis and set in the EurexOTC Clear GUI.

Basic netting

(terms must match)

Fee netting

(different fee schedule)

Rate blending

(different fixed legs)

MARGIN EFFICIENCY

Eurex Clearing Prisma calculates combined risks across the markets and venues cleared by Eurex Clearing for products that share similar risk characteristics. This allows for more accurate risk netting effects between listed and OTC positions.

Cross-product scenarios enable a consistent way to account for portfolio correlation and diversification effects.

Profit from high capital efficiencies and a strong risk management framework provided by Eurex Clearing Prisma.

COLLATERAL OFFERING

As a leading clearing house, Eurex Clearing offers best in class, diversified collateral management services. This creates maximum value for our customers while simultaneously ensuring the integrity of the clearing house.

We offer a wide range of asset classes as margin collateral. In addition, Eurex gives clients access to market leading collateral transformation services.

REPO SOLUTIONS

Participants can achieve significantly reduced costs when margins are funded through the Eurex repo platform using a broad range of collateral.

Having access to Eurex's liquid and centrally cleared repo markets enables our customers to safely invest cash or raise short-term funding with more than 150 Eurex repo trading participants, all under a standardized legal agreement, with straight-through processing and no need for bilateral credit lines.

Contact

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