X-pand into the Future

e u r e x *circular 082/00*

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Recipients: All Eurex members and vendors
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Clearing of Transactions Executed on the Eurex Bonds Trading Platform

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Content may be most important for:	**Attachments:** None
➲ Middle + Back Office ➲ Auditing / Security Administration	

From 30 October , 2000, as part of the extension of its services, Eurex Clearing AG will take over the settlement of trades executed on the Eurex Bonds platform.

The following conditions apply:

1. The General Clearing Conditions of Eurex Clearing AG are applicable.
2. An extension of the Clearing License to allow settlement of trades executed on the Eurex Bonds platform will be granted on application.
3. The Clearing Member has provided proof of additional equity capital of EUR 50 Million (GCM) or EUR 5 Million (DCM).
4. A contribution of EUR 5 Million (GCM) or EUR 1 Million (DCM) must be made to the Clearing Fund (previous contributions will be taken into account).
5. In all transactions executed on the Eurex Bonds trading platform which involve debt instruments of the German Federal Republic or the Treuhandanstalt, Eurex Clearing acts as the central counterparty, guarantees settlement, and deals with collateralisation.
6. Clearstream Banking AG and Euroclear are recognised as Central Security Depositories (CSDs). Clearing Members must select one of these through which to settle all Bonds transactions.
7. Settlement instructions will be issued by Eurex Clearing AG on behalf of the Clearing Members. A corresponding power of attorney for this purpose must be granted to Eurex Clearing AG. On the value date, Clearing Members must ensure that the appropriate securities for settling the transaction have been deposited in the account of the CSD chosen by the member or that sufficient cash is available in the cash account at the selected central bank(standard processing). If the transaction cannot be completed in the standard processing, Clearing Members have the opportunity to settle their transaction until 09.30 CET at the latest on the value date (at Clearstream Banking AG this corresponds to the first SDS run).
8. All Clearing Members must hold an account at the Landeszentralbank Hessen, as well as a pledged securities account at Clearstream Banking AG.

Updated versions of the Clearing Conditions and the Price List will be published with a separate Circular.