

Eurex Clearing AG
ECAG Rule Certification 085-19
September 5, 2019

1. The text of the proposed amendments to the Clearing Conditions (“Clearing Conditions”) of Eurex Clearing AG (“Eurex Clearing”) and FCM Regulations (“FCM Regulations”) of Eurex Clearing is appended as Attachment A. Any additions are underlined and any deletions are struck through.
2. The date of intended implementation is October 1, 2019.
3. Attached please find a certification that: (1) these amendments comply with the Commodity Exchange Act (the “Act”), and the Commission’s regulations thereunder; and (2) concurrent with the filing of this submission, Eurex Clearing is posting a copy of this filing to its website at: <http://www.eurexclearing.com/clearing-en/resources/cftc-dco-filing>.
4. A concise explanation and analysis of the operation, purpose, and effect of the amended rule appears below.
5. There were no opposing views expressed regarding these amended rules.
6. Confidential treatment is not requested.

CONCISE EXPLANATION AND ANALYSIS OF THE OPERATION, PURPOSE, AND EFFECT OF THE PROPOSED RULE AND ITS COMPLIANCE WITH APPLICABLE PROVISIONS OF THE ACT, INCLUDING CORE PRINCIPLES AND THE COMMISSION’S REGULATIONS THEREUNDER

Eurex Clearing is proposing the following amendments to the Clearing Conditions and FCM Regulations:

1. Eurex Clearing is proposing amendments to support and facilitate the upcoming transition from the euro overnight index average (“EONIA”) to the euro-short-term rate (“€STR”) across products and services. By way of background, the European Central Bank working group on euro risk-free rates has recommended such a transition from EONIA to €STR and, following public consultations, published a clearly defined transition path, including the launch of €STR on October 2, 2019. As announced by the European Money market Institute, the daily publication of the EONIA rate will be moved from 19:00 CET to 09:15 CET of the next day, and from October 2, 2019, the current EONIA methodology will be recalibrated as €STR plus a fixed spread of 8.5 basis points.

To facilitate this transition, the proposed amendments provide that: (i) the final settlement price for EONIA futures contracts will be determined by Eurex Clearing at the final settlement day, i.e., the exchange day immediately succeeding the last trading day, after 9:15 CET; and (b) a definition of €STR will be added as a reference rate equal to the euro short-term rate and Price Align Interest will evolve seamlessly throughout the publication time change and continue to be calculated with the latest available EONIA rate.

2. Eurex Clearing is proposing amendments to provide further methodologies with regard to handling certain index cessation events, such as permanent index cessation, temporary index cessation, and index correction.
3. Eurex Clearing is proposing other non-substantive editorial amendments.

Further information regarding the operation, purpose, and effect of the proposed amendments is discussed in the attached Eurex Clearing Circular 085/19, which is appended as Attachment A.

Eurex Clearing has identified the following derivatives clearing organization (“DCO”) Core Principle as potentially being relevant to the above amendments:

4. DCO Core Principle C (Participant and Product Eligibility): The proposed amendments will comply with DCO Core Principle C because the amendments support a transition from EONIA to €STR and provide further methodologies with regard to handling certain index cessation events, and all relevant products will continued to be offered in compliance with this Core Principle.

CERTIFICATIONS PURSUANT TO SECTION 5c OF THE COMMODITY EXCHANGE ACT, 7
U.S.C. §7a-2 AND COMMODITY FUTURES TRADING COMMISSION RULE 40.6, 17 C.F.R. §40.6

I hereby certify that:

- (1) the amendments comply with the Commodity Exchange Act, and the Commission's regulations thereunder; and
- (2) concurrent with the filing of this submission, Eurex Clearing is posting a copy of this filing to its website at: <http://www.eurexclearing.com/clearing-en/resources/cftc-dco-filing>.



By: Eric Seinsheimer

Title: US CCO, Eurex Clearing AG

Dated: September 5, 2019