



eurex clearing circular 129/17

Date: 12 December 2017
Recipients: All Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Heike Eckert

VSTOXX® derivatives: Discontinuation of clearing services for options on VSTOXX® Index

Related Eurex circular: 143/17

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 Risk Control, T +49-69-211-1 24 52, risk@eurexclearing.com

Content may be most important for:

➡ All departments

Attachments:

Updated sections of the following Rules and Regulations:

1. Clearing Conditions of Eurex Clearing AG
2. Price List of Eurex Clearing AG

Summary:

In conjunction with the decision taken by the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG (collectively: the Eurex Exchanges) to delist options on the VSTOXX® Index (OVS), Eurex Clearing will discontinue the clearing services for these products with effect from **5 February 2018**.

This circular contains the updated sections of the following Rules and Regulations:

- Clearing Conditions of Eurex Clearing AG
- Price List of Eurex Clearing AG

For information especially on the delisting of the products listed above and the updated sections of the relevant Rules and Regulations of the Eurex Exchanges, please refer to Eurex circular 143/17.

VSTOXX® derivatives: Discontinuation of clearing services for options on VSTOXX® Index

In conjunction with the decision taken by the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG (collectively: the Eurex Exchanges) to delist options on the VSTOXX® Index, Eurex Clearing will discontinue the clearing services for these products with effect from 5 February 2018.

This circular contains the updated sections of the following Rules and Regulations:

- Clearing Conditions of Eurex Clearing AG
- Price List of Eurex Clearing AG

For information especially on the delisting of the products and the updated sections of the relevant Rules and Regulations of the Eurex Exchanges, please refer to Eurex circular 143/17.

Pursuant to Chapter I, Part 1, Numbers 17.2.2. and 17.2.6 of the Clearing Conditions of Eurex Clearing AG (Clearing Conditions), each Affected Customer accepts each change or amendment to the Clearing Conditions, unless it objects by written notice to Eurex Clearing within fifteen (15) Business Days prior to the effective date. The rights to terminate the Clearing Agreement and Clearing Licenses according to Chapter I, Part 1, Number 2.1.4 Paragraph 2 Number 7.2.1 Paragraph 4 and Number 13 of the Clearing Conditions shall remain unaffected.

Pursuant to Number 14 Paragraph 3 of the Price List of Eurex Clearing AG (Price List), the amendments to the Price List as communicated with this circular shall be deemed to have been accepted by the respective Clearing Member unless such Clearing Member's written objection is submitted to Eurex Clearing AG within ten (10) business days after publication.

If you have any questions or require further information, please contact Clearing Operations at tel. +49-69-211-1 12 50 or send an e-mail to: clearing@eurexclearing.com. Alternatively, Risk Control is available at tel. +49-69-211-1 24 52 or via e-mail to: risk@eurexclearing.com.

12 December 2017

Chapter II of the Clearing Conditions of Eurex Clearing AG

Transactions Concluded at Eurex Deutschland and Eurex Zürich

(Eurex Exchanges)

As of 05.02.2018

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

[...]

Part 3 Clearing of Options Contracts

[...]

3.7 ~~Clearing of Volatility Index Options Contracts~~

~~The following provisions shall apply to the Clearing of Volatility Index Options contract transactions specified in Number 2.8 of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich.~~

3.7.1 ~~Payment Procedures~~

~~All payments shall be made on the Business Day following the final settlement day (Number 2.8 of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich). All Clearing Members shall ensure their ability to effect payments on the due date by having sufficient credit balances on the RTGS Account or euroSIC Account.~~

3.7.2 ~~Options Premium~~

~~The balance of the option premiums (Net Premium) to be paid by the Clearing Members pursuant to Number 2.1.1 of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich and to be reimbursed by Eurex Clearing AG shall be payable by the time specified by Eurex Clearing AG on the Business Day following the conclusion of the transaction, but generally prior to the commencement of trading at Eurex Deutschland and Eurex Zürich on such Business Day.~~

3.7.3 ~~Final Settlement Price~~

~~The final settlement price of the Volatility Index Options contracts shall be determined by Eurex Clearing AG on the final settlement day (Number 2.8.5 of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich) of a contract.~~

~~The average value of all index calculations of the VSTOXX® between 11:30 and 12:30 CET on the last trading day are relevant for the VSTOXX® Options contracts.~~

~~In case of extraordinary circumstances, in particular if, due to technical problems, trading is interrupted or if, due to other reasons, the price cannot be determined, Eurex Clearing AG may determine the final settlement price by another procedure.~~

3.7.4 Margin Requirements

- ~~(1) The following applies in addition to the relevant basic provisions on margin requirements set out in Chapter I:~~
- ~~(2) The applicable Margin Type shall be the Premium Margin.~~
- ~~(3) For purposes of calculating the margin requirements for all option series, the net-long positions shall be treated as credit balances.~~
- ~~(4) In addition to the Premium Margin, the Additional Margin shall apply.~~

3.7.5 Cash Settlement

- ~~(1) Exercised and assigned options positions shall be settled by payment of a netting amount which is credited to or debited from the internal cash account of the Clearing Member pursuant to Chapter I Part 1 Number 4.3.~~
- ~~(2) The cash settlement shall be determined according to the difference between the exercise price of the options series and its final settlement price. The final settlement price shall be determined by the Management Boards of the Eurex exchanges on the exercise date of the options series.~~

[...]

AMENDMENTS ARE MARKED AS FOLLOWS:

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[...]

3. Transaction Fees for Derivatives Transactions (Order Book Transactions and Off-Book Transactions on the Eurex Exchanges)

[...]

3.1 Matching / Registration of Derivatives Transactions

[...]

Product / Product Group	Currency	Execution Type	Accounts	Standard Fee per Contract (contract volume ≤ threshold)	Reduced Fee per Contract (contract volume > threshold)	Threshold (number of contracts)
[...]						
Volatility Index Options						
VSTOXX®-Options	EUR	Order-book	A	0.30	n. a.	n. a.
			P	0.30	n. a.	n. a.
			M	0.30	n. a.	n. a.
		Off-book	A	0.30	n. a.	n. a.
			P	0.30	n. a.	n. a.
			M	0.30	n. a.	n. a.
[...]						

[...]

3.3 Position Closing Adjustments

[...]

Product / Product Group	Fee per Contract
[...]	
Volatility Index Derivatives	
[...]	
VSTOXX® Options	EUR 0.60
[...]	

[...]

3.7 Exercise of Options

[...]

Product / Product Group	Accounts	Fee per Contract
[...]		
Volatility Index Derivatives		
VSTOXX® Options	A	EUR 0.30
	P	EUR 0.30
	M	EUR 0.30
[...]		

[...]
