

# Quick Reference Guide

Clearing Model Change

Version March 2020

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## 1 Introduction

This document provides Clearing Members (CMs) with an overview of the steps to consider when changing clients from one clearing model to another.

The different chapters cover the individual requirements when migrating to the respective clearing model offered by Eurex Clearing and all positions recorded in the source account are migrated to the target clearing model:

- ECM Omnibus (OSA) – chapter 2,
- ECM Omnibus CASS (OSA-CASS) – chapter 3, and
- ISA and ISA-CASS – chapter 4.

Chapter 5 provides information on the functional processing if a client is newly set up with a member ID or in an A-account of the CM or if specific positions recorded in a source are migrated to a target account.

Regardless of the target clearing model, a prerequisite for initiating a clearing model change is that all required cash and securities accounts have been set up at the permissible bank and/ or (international) central securities depositories ((I)CSD), if a CM intends to deliver non-cash collateral.

In case a CM has opened accounts at a CSD which are not currently in use, it may be possible to re-define the use of these accounts for other purposes. Please contact your relationship manager at the respective (I)CSD to clarify the use of specific accounts.

Please also note that Eurex Clearing cannot support CMs in the transfer of client-related collateral held in XEMAC, CmaX or SIX SIS. CMs will need to arrange such transfers themselves.

If a CM sets up multiple collateral pools in the same clearing model, it can either open an (I)CSD account for each collateral pool or it can assign one (I)CSD account to more than one collateral pool (asset tagging<sup>1</sup>). Please be aware that if a CM does not set up asset tagging initially and at a later point in time decides to use asset tagging for multiple collateral pools, it will face a time consuming and complex transition period. The following steps would then be required:

- On T-3: The collateral of the respective account needs to be transferred to another account. Therefore, double-funding with cash will likely be required. A batch run is required to take place.
- On T-2: The collateral account in the Eurex Clearing system needs to be amended to allow for asset tagging. A batch run is required to take place.
- On T-1: The collateral can be transferred back to the original collateral account.

In order to avoid this time-consuming process, we recommend that the CM considers the above steps when opening an additional collateral pool and additional (I)CSD account and considers applying for asset tagging by default.

Please be aware that fees may be invoiced by the (I)CSD for the setup of additional accounts and/ or the transfer of collateral. Therefore, it is recommended to align with the respective (I)CSD ahead of time.

When starting to plan the migration to a different clearing model, it is imperative to coordinate with your Key Account Manager or Member Readiness for the clearing model change at an early stage to ensure a successful and timely transfer.

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<sup>1</sup> Asset tagging is not possible when using a margin account with SIX SIS AG

The following table shows the existing collateral pools on Eurex Clearing level per clearing model as they are labeled, e.g. in reports:

<b>Collateral pool on CCP level and its purpose</b>	
<b>ECM Omnibus (OSA)</b>	
▪	GCMIDXSTANDARD pool → Collateral pool designated to hold proprietary collateral of the CM
▪	GCMIDXCLIENTECM <sup>2</sup> pool → Collateral pool designated to hold omnibus client collateral <sup>3</sup>
<b>ECM – CASS (UK Client Asset Sourcebook Rules)<sup>4</sup> (OSA-CASS)</b>	
▪	GCMIDXCLIENTNET <sup>5</sup> pool → Collateral pool designated to hold omnibus client collateral
<b>ISA<sup>6</sup></b>	
▪	DCIIDXGCMIDxxxx pool -> Collateral pool designated to hold individually segregated client collateral for <b>clients with a member ID</b>
▪	GCMIDXISACLxxxx pool -> Collateral pool designated to hold individually segregated client collateral for <b>clients in an A-account of a CM</b>
<b>ISA – CASS<sup>7</sup></b>	
▪	DCIIDCGCMIDxxxx pool -> Collateral pool designated to hold individually segregated client collateral under CASS for <b>clients with a member ID</b>
▪	GCMIDCISACLxxxx -> Collateral pool designated to hold individually segregated client collateral under CASS for <b>clients in an A-account of a CM</b>

Further details about the segregation models offered at Eurex Clearing are available on the website at

**Services > Risk Management > Client Asset Protection under EMIR**

Eurex Clearing provides a comprehensive set of reports which can be accessed by the CMs via the Common Report Engine (CRE). The table below gives an overview of available reports that show collateral pool IDs and therefore these reports are affected by the setup of new collateral pools:

<b>Report Code</b>	<b>Report Name</b>
CC060/ CC760	Daily Margin Statement
CD009	Daily Cash Transactions
CD010/ CD710	Daily Cash Account CM
CD020	Collateral Movement/Coverage

<sup>2</sup> Multiple collateral pools can be set up by amending the last two characters in the pool name, ie GCMIDXCLIENTE01, GCMIDXCLIENTE02, GCMIDXCLIENTE03, etc.

<sup>3</sup> For asset tagging, the last 4 characters are included in the SWIFT instruction or in an instruction entered using the GUI of a respective (I)CSD

<sup>4</sup> For asset tagging, the last 4 characters are included in the SWIFT instruction or in an instruction entered using the GUI of a respective (I)CSD

<sup>5</sup> Multiple collateral pools can be set up by amending the last two characters in the pool name, ie GCMIDXCLIENTN01, GCMIDXCLIENTN02, GCMIDXCLIENTN03, etc.

<sup>6</sup> For asset tagging, the last 4 characters **or a client ID** are included in the SWIFT instruction or in an instruction entered using the GUI of a respective (I)CSD

<sup>7</sup> For asset tagging, the last 4 characters **or a client ID** are included in the SWIFT instruction or in an instruction entered using the GUI of a respective (I)CSD

CD030	Security Expiration
CD031	Daily Collateral Valuation
CD033	Collateral Composition
CD037	Claim Amount Based Collaterals
CD042	Daily Settlement Statement
CD044	Daily Client Collateral Alloc.
CD070	Monthly Cash Account CM
CD080	Monthly Collateral Movement
CD100	Audit Trail Coll Transactions
CD230	Monthly Interest Report
CD235	Daily Security Collateral Fee Statement

For a full list of all reports (including samples) available at Eurex Clearing , please see the relevant manuals below:

- For listed derivatives - Eurex XML reports - reference manual
- For OTC IRS - EurexOTC Clear report manual
- For Repo and Equity – Description of Reports Formatted layout CCP 17.0

The manuals can be downloaded from the Eurex Clearing website [www.eurexclearing.com](http://www.eurexclearing.com) under the following paths:

**Tech > C7 > System documentation > Eurex Reports**

**Tech > Securities CCP > Release 17.5 > Technical Manuals > Description of Reports Formatted layout CCP 17.5 valid from 15 June 2020 or**

**Member Section > Technology > EurexOTC Clear > System Documentation > Reports**

The forms required for a clearing model change can be downloaded from the Eurex Clearing website under the following path:

**Find > Forms**

The Company Admission Tool can be accessed on the Member Section of the Eurex Clearing website under the following path:

**Eurex Clearing Member Section > Admissions & User IDs**

## 2 ECM Omnibus (OSA)

This section describes the documentation requirements and functional process for a migration

- from OSA-CASS to OSA
- from ISA/ ISA-CASS to OSA.

The table below contains the required Eurex Clearing documentation and information in order to migrate clients to OSA.

### 2.1 Required Documentation

Documents to be submitted	Purpose
<b>Pledge Agreement relating to pledges of Eligible Margin Assets in the form of Securities</b> (Appendix 7 to the Clearing Conditions)	<ul style="list-style-type: none"> <li>▪ Legal basis for providing securities collateral regarding OSA</li> <li>▪ <b>Only required if a new or additional securities account is being set up</b></li> </ul>
<b>Company Admission Tool</b>	<ul style="list-style-type: none"> <li>▪ Optional: Set up of additional omnibus collateral pool(s)</li> <li>▪ Selection of Clearing Currency for any new omnibus collateral pool(s)</li> <li>▪ Optional: Set up of Omnibus Pledged Securities Account(s), if securities will be used</li> <li>▪ Optional: Selection of auto repay of cash collateral</li> <li>▪ Optional: Set up of separate/ grouped cash instructions for omnibus clients' cash payments</li> <li>▪ Optional: Set up of separate cash account for omnibus collateral pool(s)</li> <li>▪ Assignment of CM's client-related accounts (A-accounts of the CM and accounts of Disclosed Direct Clients setup with their own member ID) to the respective collateral pool</li> <li>▪ Optional: Indication of back-up CM</li> </ul>
<b>Clearing Model Change Agreement<sup>8</sup></b>	<ul style="list-style-type: none"> <li>▪ Legal agreement between the CM and Eurex Clearing for the transfer of positions and collateral from the current clearing model to the target clearing model</li> </ul>
<b>Agreement on the Technical Connection to the Clearing EDP of Eurex Clearing AG (Connection Agreement)</b>	<ul style="list-style-type: none"> <li>▪ Legal basis for clients of a CM to maintain access to the systems of Eurex Clearing to perform post-trade management for DCs with System Access and DC Market Participants/ Indirect Client Market Participants</li> </ul>

<sup>8</sup> In case the clearing model change is connected to a clearer change, the Clearer Change Agreement covers also clearing model changes.

## 2.2 Functional Processing of Clearing Model Change

A CM opting to change clients from OSA-CASS or ISA/ ISA-CASS needs to transfer their client related collateral. A transfer of positions is not necessary if the clients' positions remain in the same account. The CM only needs to re-assign the client position accounts to the respective collateral pool.

Eurex Clearing recommends considering the impact and arranging for the following points as early as possible:

- The CM shall apply with Eurex Clearing for a clearing model change to OSA. Please agree on a Change Date with your Key Account Manager or Member Readiness in advance.
- If a CM provides margin collateral only in the form of cash, Eurex Clearing will initiate the required internal booking to assign the appropriate cash amount to the new collateral pool based on the CM's instructions in Annex 1 of the Clearing Model Change Agreement.
- In case of securities collateral, the CM also needs to make sure that the nominal to be transferred is a deliverable amount, i.e. not below the smallest deliverable amount.
- Cross border transfers need to be arranged and processed by the CM itself. Therefore, the CM should ensure that the selected ISINs can be kept in the target (I)CSD.
- Double-funding is necessary during the transfer period in case the CM transfers the collateral via XEMAC, CmaX or in SIX SIS and for cross border transfers. A CM may also decide to transfer the positions in tranches to reduce the double-funding amounts. The CM should inform Eurex Clearing whether it wants to double-fund using cash or securities.
- When providing cash for double-funding, the declaration of intention to withdraw the double-funded cash needs to be sent by 9:30 CET. If the deadline is not met, cash may only be withdrawn on the next day.

In the following table some useful guidelines are provided to consider when planning the sequence of activities on or before the Change Date.

Recommended timeframe (T= Change Date)	Activities to be considered
<b>Minimum of seven business days prior to T</b>	<ul style="list-style-type: none"> <li>▪ Submission of the Pledge Agreement (in case an additional securities account is established).</li> <li>▪ Submission of the Clearing Model Change Agreement</li> <li>▪ Submission of the Connection Agreement (in case the client maintains access to the systems of Eurex Clearing for post-trade management)</li> <li>▪ In the Company Admission Tool, the CM sets up               <ul style="list-style-type: none"> <li>- the new collateral pool(s) and provides all required details for the setup</li> <li>- assigns the client-related accounts to the respective collateral pool(s)</li> </ul> </li> </ul> <p>Please note that with the setup of the collateral pool it needs to be specified whether asset tagging will be used or not for the new omnibus collateral pool(s).</p>
<b>On T</b>	<p>All security transfers via XEMAC/ CmaX/ in SIX SIS as well as cross border transfers need to be done by the CM itself. Please be aware that these transfers require double-funding of the full amount on T. If no double-funding was provided, an overnight margin call will be triggered on T which is due on T+1.</p>

<p><b>On T</b></p>	<p><b>Collateral transfer request</b></p> <p>The CM specifies in Annex 1 of the Clearing Model Change Agreement the transfer of collateral. The following applies:</p> <ul style="list-style-type: none"> <li>▪ <b>Securities</b> can only be transferred by Eurex Clearing within the same (I)CSD. It is required that Eurex Clearing receives the information on T by <b>14:00 CET</b>. Intraday deposits can only be requested to be transferred in case the position is already available in the source collateral pool by 14:00 CET.</li> <li>▪ <b>Cash</b> collateral is transferred by Eurex Clearing based on instructions received from the CM <b>by 18:00 CET</b>.</li> <li>▪ In case intraday margin calls occur after the form was delivered on T, the CM can make additional transfer requests with the same form until 21:45 CET related to the intraday margin call. In this case it is required to contact Eurex Clearing by phone (+49 69 211-1 12 50) and/ or email (<a href="mailto:clearing@eurex.com">clearing@eurex.com</a>).</li> </ul> <p>Eurex Clearing recommends avoiding collateral withdrawals from the source collateral pool on T in order to avoid additional margin calls on T+1.</p> <p>If the collateral requirements are not covered, the CM should provide additional collateral in order to avoid an end-of-day margin call.</p>
<p><b>On T</b></p>	<p><b><u>Collateral transfer processing</u></b></p> <p>Eurex Clearing will transfer the collateral based on Annex 1 of the Clearing Model Change Agreement.</p>

### 3 ECM Omnibus CASS (OSA-CASS)

This section describes the documentation requirements and functional process for a migration

- from OSA to OSA-CASS
- from ISA/ ISA-CASS to OSA-CASS.

#### 3.1 Required documentation

The table below contains the required Eurex Clearing documentation and information in order to participate in OSA-CASS:

Documents to be submitted	Purpose
<b>Clearing Agreement between Eurex Clearing and a Clearing Member</b> (Appendix 1 to the Clearing Conditions Annex Number 3)	<ul style="list-style-type: none"> <li>▪ Legal basis for the OSA-CASS</li> </ul>
<b>Pledge Agreement relating to pledges of Eligible Margin Assets in the form of Securities</b> (Appendix 7 to the Clearing Conditions)	<ul style="list-style-type: none"> <li>▪ Legal basis for providing securities collateral under the OSA-CASS</li> <li>▪ Only required if collateral in the form of securities will be provided</li> </ul>
<b>Company Admission Tool</b>	<ul style="list-style-type: none"> <li>▪ Set up of omnibus collateral pool(s)</li> <li>▪ Selection of Clearing Currency for new omnibus collateral pool(s)</li> <li>▪ Optional: Set up of Omnibus Pledged Securities Account(s), if securities will be used</li> <li>▪ Selection of auto repay of cash collateral</li> <li>▪ Optional: Set up of separate/ grouped cash instructions for omnibus clients' cash payments</li> <li>▪ Optional: Set up of separate cash account for omnibus collateral pool(s)</li> <li>▪ Assignment of CM's client-related accounts (A-accounts of the CM and accounts of Disclosed Direct Clients setup with their own member ID) to the respective collateral pool(s)</li> <li>▪ Optional: Indication of back-up CM</li> </ul>
<b>Clearing Model Change Agreement<sup>9</sup></b>	<ul style="list-style-type: none"> <li>▪ Legal agreement between the CM and Eurex Clearing for the transfer of positions and collateral from the current clearing model to the target clearing model</li> </ul>
<b>Agreement on the Technical Connection to the Clearing EDP of Eurex Clearing AG (Connection Agreement)</b>	<ul style="list-style-type: none"> <li>▪ Legal basis for clients of a CM to maintain access to the systems of Eurex Clearing to perform post-trade management for DCs with System Access and DC Market Participants/ Indirect Client Market Participants</li> </ul>

<sup>9</sup> In case the clearing model change is connected to a clearer change, the Clearer Change Agreement covers also clearing model changes.



### 3.2 Functional Processing of Clearing Model Change

If a CM's undisclosed clients are migrating from OSA, a transfer of positions to the specific A-account(s) that is or will be allocated to a collateral pool for OSA-CASS might be necessary.

If a CM's disclosed clients are migrating from OSA or ISA/ ISA-CASS, a transfer of the client's positions is not required if the positions remain in the same position account structure.

CMs opting to change to OSA-CASS will need to transfer their client-related collateral.

Eurex Clearing recommends considering the impact and arranging for the following points as early as possible:

- The CM shall apply with Eurex Clearing for a clearing model change to OSA-CASS. Please agree on a Change Date with the Key Account Manager or Member Readiness in advance.
- If a CM provides margin collateral only in the form of cash, Eurex Clearing will initiate the required internal booking to assign the appropriate cash amount to the new collateral pool based on the CM's instructions in Annex 1 of the Clearing Model Change Agreement.
- In case of securities collateral the CM also needs to make sure that the nominal to be transferred is a deliverable amount, i.e. not below the smallest deliverable amount.
- Cross border transfers need to be arranged and processed by the CM itself. Therefore, the CM should ensure that the selected ISINs can be kept in the target (I)CSD.
- Double-funding is necessary during the migration period in case the CM transfers the collateral via XEMAC, CmaX or in SIX SIS and for cross border transfers. A CM may also decide to transfer the positions in tranches to reduce the double-funding amount. The CM should inform Eurex Clearing whether it wants to double-fund using cash or securities.
- When providing cash for double-funding, the declaration of intention to withdraw the double-funded cash needs to be sent by 9:30 CET. If the deadline is not met, cash may only be withdrawn on the next day.
- The transfer of the derivatives position intra-day is done at the previous day's settlement price in case of futures or future styled products including flexible contracts. Premium styled option positions are transferred at a price of zero.

In the following table some useful guidelines are provided to consider when planning the sequence of activities on or before the Change Date.

Recommended timeframe (T= Change Date)	Activities to be considered
<b>Minimum of seven business days prior to T</b>	<ul style="list-style-type: none"> <li>▪ The CM needs to request that their Key Account Manager to set up OSA-CASS in the Company Admission Tool.</li> <li>▪ Submission of new Clearing Agreement (in case OSA-CASS is established the first time)</li> <li>▪ Submission of the Pledge Agreement (in case a new (additional) securities account is established).</li> <li>▪ Submission of the Clearing Model Change Agreement</li> <li>▪ Submission of the Connection Agreement (in case the client maintains access to the systems of Eurex Clearing for post-trade management)</li> <li>▪ In the Company Admission Tool, the CM sets up               <ul style="list-style-type: none"> <li>- the new collateral pool(s) and provides all required details for the setup</li> <li>- assigns the client-related accounts to the respective collateral pool(s)</li> </ul> </li> </ul> <p>Please note that with the setup of the collateral pool it needs to be specified whether asset tagging will be used or not for the new omnibus collateral pool(s).</p>

<p><b>On T</b></p>	<p>All security transfers via XEMAC/ CmaX/ in SIX SIS as well as cross border transfers need to be done by the CM itself. Please be aware that these transfers require double-funding of the full amount on T. If no double-funding was provided, an overnight margin call will be triggered on T which is due on T+1.</p>
<p><b>On T</b></p>	<p><b>Collateral transfer request</b>  The CM specifies in Annex 1 of the Clearing Model Change Agreement the transfer of collateral. The following applies:</p> <ul style="list-style-type: none"> <li>▪ Securities can only be transferred by Eurex Clearing within the same (I)CSD. It is required that Eurex Clearing receives the information on T by 14:00 CET.  Intraday deposits can only be requested to be transferred in case the position is already available in the source collateral pool by 14:00 CET.</li> <li>▪ Cash collateral is transferred by Eurex Clearing based on instructions received from the CM by 18:00 CET.</li> <li>▪ In case intraday margin calls occur after the form was delivered on T, the CM can make additional transfer requests with the same form until 21:45 CET related to the intraday margin call. In this case it is required to contact Eurex Clearing by phone (+49 69 211-1 12 50) and/ or email (<a href="mailto:clearing@eurex.com">clearing@eurex.com</a>).</li> </ul> <p>Eurex Clearing recommends avoiding collateral withdrawals from the source collateral pool on T in order to avoid additional margin calls on T+1. If the collateral requirements are not covered, the CM should provide additional collateral in order to avoid an end-of-day margin call.</p>
<p><b>On T</b></p>	<p><b>Collateral transfer processing</b>  Eurex Clearing will transfer the collateral based on Annex 1 of the Clearing Model Change Agreement.</p>

#### 4 Individual Segregated Account (ISA (including ISA – CASS))

This section describes the documentation requirements and functional process for a migration

- from OSA to ISA/ ISA-CASS
- from OSA-CASS to ISA/ ISA-CASS
- between ISA and ISA-CASS

##### 4.1 Required Documentation

The table below contains the required Eurex Clearing documentation and information in order to participate in ISA:

Documents to be submitted	Purpose
<b>Company Admission Tool</b>	<ul style="list-style-type: none"> <li>▪ Set up of individual collateral pool(s) for each Disclosed Direct Client</li> <li>▪ Selection of Clearing Currency for individual collateral pool(s)</li> <li>▪ Optional: Set up of an ISA Pledged Securities Account and/ or ISA CASS Pledged Securities Account, if securities will be provided under a pledge structure</li> <li>▪ Optional: Set up of an ISA Securities Margin Account, if securities will be provided under a title transfer structure</li> <li>▪ Selection of auto repay of cash collateral</li> <li>▪ Optional: Set up of separate/ grouped cash instructions for segregated clients' cash payments</li> <li>▪ Optional: Set up of separate cash account for individual collateral pool(s)</li> <li>▪ If the client does not have its position in an own A-account/ under an own member ID: Set up of new A-account/ member ID for each Disclosed Direct Client and assignment to respective collateral pool(s)</li> <li>▪ Optional: Indication of back-up CM</li> </ul>
<b>Clearing Model Change Agreement<sup>10</sup></b>	<ul style="list-style-type: none"> <li>▪ Legal agreement between the CM and Eurex Clearing for the transfer of positions and collateral from the current clearing model to the target clearing model</li> </ul>
<b>Agreement on the Technical Connection to the Clearing EDP of Eurex Clearing AG (Connection Agreement)</b>	<ul style="list-style-type: none"> <li>▪ Legal basis for clients of a CM to maintain access to the systems of Eurex Clearing to perform post-trade management for DCs with System Access and DC Market Participants/ Indirect Client Market Participants</li> </ul>

<sup>10</sup> In case the clearing model change is connected to a clearer change, the Clearer Change Agreement covers also clearing model changes.

## 4.2 Functional Processing of Clearing Model Change

A CM opting to change a client from OSA/OSA-CASS to ISA needs to transfer the client-related collateral. Position transfers are not required when migrating to ISA when the client-related accounts are already set up under a separate member ID or in a separate A-account.

Please note that a CM opting to change a client from/to ISA to/from ISA-CASS needs to transfer the client-related collateral to the (I)CSD account established for ISA or ISA-CASS. Position transfers are not required when migrating between ISA and ISA-CASS

Eurex Clearing recommends considering the impact and arranging for the following points as early as possible:

- The CM shall apply with Eurex Clearing for a clearing model change to ISA. Please agree on a Change Date with the Key Account Manager or Member Readiness in advance.
- In case of securities collateral, the CM also needs to make sure that the nominal to be transferred is a deliverable amount, i.e. not below the smallest deliverable amount.
- If a CM provides margin collateral only in the form of cash, Eurex Clearing will initiate the required internal booking to assign the appropriate cash amount to the new collateral pool based on the CM's instructions.
- Cross border transfers need to be arranged and processed by the CM itself. Therefore, the CM should ensure that the selected ISINs can be kept in the target (I)CSD.
- Double-funding is necessary during the transfer period in case the CM transfers the collateral via XEMAC, CmaX or in SIX SIS and for cross border transfers. A CM may also decide to transfer the positions in tranches to reduce the double-funding amount. The CM should inform Eurex Clearing whether it wants to double-fund using cash or securities.
- When providing cash for double-funding, the declaration of intention to withdraw the double-funded cash needs to be sent by 9:30 CET. If the deadline is not met, cash may only be withdrawn on the next day.

In the following table, some useful guidelines are provided to consider when planning the sequence of activities on or before the Change Date.

Recommended timeframe (T= Change Date)	Activities to be considered
<b>Minimum of seven business days prior to T</b>	<ul style="list-style-type: none"> <li>▪ The CM needs to request that their Key Account Manager to set up ISA/ ISA-CASS in the Company Admission Tool.</li> <li>▪ Submission of the Clearing Model Change Agreement</li> <li>▪ Submission of the Connection Agreement (in case the client maintains access to the systems of Eurex Clearing for post-trade management)</li> <li>▪ In the Company Admission Tool, the CM sets up               <ul style="list-style-type: none"> <li>- the new collateral pool(s) and provides all required details for the setup</li> <li>- assigns the client-related accounts to the respective collateral pool(s)</li> </ul> </li> </ul> <p>Please note that with the setup of the collateral pool it needs to be specified whether asset tagging will be used or not for the new pool on the CSD account application form.</p>
<b>On T</b>	<p>All security transfers via XEMAC/ CmaX/ in SIX SIS as well as cross border transfers need to be done by the CM itself. Please be aware that these transfers require double-funding of the full amount on T. If no double-funding was provided, an overnight margin call will be triggered on T which is due on T+1.</p>

<p><b>On T</b></p>	<p><b><u>Collateral transfers request for a transfer from ECM</u></b></p> <p>The CM specifies in Annex 1 of the Clearing Model Change Agreement the transfer of collateral. The following applies:</p> <ul style="list-style-type: none"> <li>▪ <b>Securities</b> can only be transferred by Eurex Clearing for a change to ISA within the same (I)CSD. It is required that Eurex Clearing receives the information on T by <b>14:00 CET</b>. Intraday deposits can only be requested to be transferred in case the position is already available in the source collateral pool by 14:00 CET.</li> <li>▪ <b>Cash</b> collateral is transferred by Eurex Clearing based on instructions received from the CM on T-1 by <b>18:00 CET</b>. In case intraday margin calls occur after the form was delivered on T, the CM can request additional transfer requests with same form until 21:45 CET related to the intraday margin call. In this case it is required to contact Eurex Clearing by phone (+49 69 211- 1 12 50) and/ or email (<a href="mailto:clearing@eurex.com">clearing@eurex.com</a>).</li> </ul> <p>Eurex Clearing recommends avoiding collateral withdrawals from the source collateral pool on T in order to avoid additional margin calls on T+1.</p> <p>If the collateral requirements are not covered, the CM should provide additional collateral in order to avoid an end-of-day margin call.</p>
<p><b>On T</b></p>	<p><b>Collateral transfer processing</b></p> <p>Eurex Clearing will transfer the collateral based on Annex 1 of the Clearing Model Change Agreement.</p>

## **5 Intraday (partial) position and collateral transfer performed by the Clearing Member**

Intraday position transfers are required by the Clearing Member if a client is newly set up with a member ID or in an A-account of the CM or if specific positions within a product recorded in a source account are to be migrated. In these scenarios, a Clearing Model Change Agreement is not required to be provided to Eurex Clearing.

In general, such migration will follow the standard process for transferring positions/ trades and providing (additional) margin assets or requesting a redelivery of margin collateral actually delivered.

The CM needs to do the close-outs on the CM source A-accounts in line with the zero-cost quantity requirement as the zero-cost quantity will not be transferred to the target position account. Therefore, the position transfer to the target A-account should be only for the final position after all necessary close-outs are performed. The Position Close-Out upload can be used by the CM.

Eurex positions can be transferred via CSV upload sheets. Please note that the CSV upload sheet has a maximum of 5,000 lines.

If applicable, the CM can transfer all Eurex flexible contracts from CM source A-accounts to the target A-account. The account can be adjusted by the CM via the Position Transfer Overview window.

The positions will be transferred at the previous business day's settlement price for futures and future styled options. Premium styled products will be transferred at a price of zero.

For EurexOTC Clear positions, a trade transfer can be performed via the EurexOTC Clear GUI or FPML interface. Double-funding is required to cover the positions' net present value (NPV) risk generated intra-day.

The CM needs to make sure that the collateral requirements are covered for the source position account as well as for the target position account. Please take this into consideration if positions are being transferred between A-accounts of the CM.

At the latest 30 minutes after Eurex Clearing informed the CM about its collateral shortfall, Eurex Clearing will process an intra-day margin call, if the shortfall has not been fully covered (regular process).

## **6 Simulation and Contacts**

To support members in their testing activities, the permanent simulation environment can be used. In order to set up the model specific collateral pools in simulation, account(s) and collateral pool(s) can be requested in the Company Admission Tool. In simulation, only a limited spectrum of products is available.

For any questions you may have or any further information you require regarding the Client Asset Protection Service, please contact your Key Account Manager or our Member Readiness team under the following e-mail: [clearing.services-admission@eurex.com](mailto:clearing.services-admission@eurex.com).