

Eurex Clearing AG
ECAG Rule Certification 070-24, 071-24
September 25, 2024

1. The text of the proposed amendments to the Clearing Conditions (“Clearing Conditions”) of Eurex Clearing AG (“Eurex Clearing”) and Auction Terms (“Auction Terms”) of Eurex Clearing is appended as Attachment A. Any additions are underlined and any deletions are struck through.
2. The date of intended implementation for Amendment No. 1 is October 21, 2024. The date of intended implementation for Amendment No. 2 is November 18, 2024. The proposed amendments for Amendment No. 2 are subject to a consultation process (“Consultation”). The Consultation will end with the expiry of October 24, 2024 (“Consultation Period”). The planned effective date is November 18, 2024, depending on the outcome of the Consultation, which will be communicated in a separate Eurex Clearing circular.
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: <https://www.eurex.com/ec-en/rules-regs/regulations/cftc-dco-filings>.
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

1. Eurex Clearing is amending the Clearing Conditions and Auction Terms, as outlined in Eurex Clearing Circular 070/24, which is appended as Attachment A as follows. For avoidance of doubt, these amendments under Nos. A and B below apply only to the clearing of Repo transactions, which falls outside of Eurex Clearing’s DCO registration, which applies only to swaps.

A. GC Pooling Collateral Re-Use for Uncleared Margin Rules

Today, GC Pooling Collateral Receivers can re-use their received collateral for pledges towards Eurex Clearing, Bundesbank, or Banque Central du Luxembourg. In order to further enhance the collateral optimization opportunities, the proposed amendments enable Clearing Members to re-use their GC Pooling Collateral to cover margin requirements in the non-cleared OTC Derivatives

Market. As for other GC Pooling Collateral re-use options, the collateral will remain siloed in Clearstream's Triparty Collateral Management system Cmax.

B. Redemption Process for Repo Transactions

Today, in case a bond matures during the lifecycle of a Repo Transaction, Eurex Clearing's C7 SCS system performs an automated redemption. The pending delivery instruction will be manually cancelled and two new cash instructions will be instructed. The proposed amendments introduce a description of the redemption process for Repo Transactions into the Clearing Conditions.

C. Harmonization of currency for penalty payment on settlement failure after buy-in auction

The proposed amendments introduce that in case of a settlement failure after a successful buy-in auction, the penalty payment will be always charged in currency EUR, independent of the currency of the actual securities transaction.

2. Eurex Clearing is amending the Clearing Conditions, as outlined in Eurex Clearing Circular 071/24, which is appended as Attachment A as follows. For avoidance of doubt, Eurex Clearing clears the ISA Direct model outside the scope of its DCO license; Eurex Clearing does not offer the ISA Direct model in the U.S. at this time.

The ISA Direct model was introduced with additional incentives for the Clearing Agent to diligently select their ISA Direct Clearing Members. In the event of a default of the ISA Direct Member, its Clearing Agent is liable for two assessments on the default fund contribution of the ISA Direct Member prior to the Dedicated Amount of Eurex Clearing in the Order of Priority of the Realisation of the Default Fund, thereby tripling the Clearing Agents' Default Fund payment prior to resources of other Default Fund contributors. Since direct clearing access for regulated buy-side firms and the ISA Direct clearing model have become well established, a harmonization with the standard waterfall and equal treatment of comparable risk is appropriate. The admission requirements for ISA Direct equal those for other direct Clearing Members. The proposed amendments will remove Default Fund assessments of the Clearing Agent specifically relating to ISA Direct Clearing Members prior to Dedicated Amount of Eurex Clearing in the Order of Priority of the Realisation of the Default Fund.

Further information regarding the operation, purpose, and effect of the proposed amendments is discussed in Eurex Clearing Circulars 070/24 and 071/24, which are appended as Attachment A.

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

1. DCO Core Principle E (Settlement Procedures): The proposed amendments will comply with DCO Core Principle E because the amendments harmonize the currency for the penalty payment in case of a settlement failure after a successful buy-in auction, and Eurex Clearing will continue to comply 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: <https://www.eurex.com/ec-en/rules-regs/regulations/cftc-dco-filings>.

/s/ Eric Seinsheimer

By: Eric Seinsheimer

Title: US CCO, Eurex Clearing AG

Dated: September 25, 2024



23 Sep 2024
Eurex Clearing

Amendments to the Clearing Conditions and the Auction Terms of Eurex Clearing AG

Eurex Clearing Circular 070/24 Amendments to the Clearing Conditions and the Auction Terms of Eurex Clearing AG

1. Introduction

This circular contains information with respect to the service offering of Eurex Clearing AG (Eurex Clearing) and introduces amendments to the Clearing Conditions and the Auction Terms of Eurex Clearing AG regarding the following topics:

A. The Re-Use possibilities for GC Pooling Collateral Receivers should be

B. A description of the redemption process for repo transactions will be added to the Clearing Conditions of Eurex Clearing AG.

C. The penalty payment in case of a settlement failure after a successful buy-in auction shall be always in EUR, independent of the currency of the actual securities transaction.

Implementation date: 21 October 2024

2. Required action

No action is required for the participants.

3. Details

A. GC Pooling Collateral Re-Use for Uncleared Margin Rules (UMR)

Today, GC Pooling Collateral Receivers can re-use their received collateral for pledges towards Eurex Clearing, Bundesbank or Banque Central du Luxembourg. In order to further enhance the collateral optimization opportunities, Clearing Members should be enabled to re-use their GC Pooling Collateral to cover margin requirements in the non-cleared OTC Derivatives Market (Uncleared Margin Rules). As for other GC Pooling Collateral re-use options, the collateral will remain siloed in Clearstream's Triparty Collateral Management system Cmax.

B. Redemption Process for Repo Transactions

Today, in case a bond matures during the lifecycle of a Repo Transaction, Eurex Clearing's C7 SCS system performs an automated redemption. The pending delivery instruction will be manually cancelled and two new cash instructions will be instructed. The process should be reflected accordingly in the Clearing Conditions of Eurex Clearing.

C. Harmonization of currency for penalty payment on settlement failure after buy-in auction

In case of a settlement failure after a successful buy-in auction, the penalty payment shall be always charged in currency EUR, independent of the currency of the actual securities transaction.

In this context, the following section will be amended as outlined in Attachment 2:

- ◆ Number 10.3.1 of the Auction Terms of Eurex Clearing AG

The described changes will become effective as of **21 October 2024**.

As of the effective date, the full version of the amended Clearing Conditions will be available for download on the Eurex Clearing website www.eurex.com/ec-en/ under the following link:

Rules and Regs > Eurex Clearing Rules and Regulations > **1. Clearing Conditions**

The amendments to the legal framework of Eurex Clearing AG published by this circular shall be deemed accepted by each affected contractual party of Eurex Clearing AG, unless the respective contractual party objects in writing to Eurex Clearing AG prior to the relevant effective date(s) as stipulated in this circular. In case of an objection by the respective contractual party pursuant the preceding sentence, Eurex Clearing AG is entitled to terminate the respective contract (including a Clearing Agreement, if applicable). Instead of submitting an objection, the respective contractual party may submit in writing to Eurex Clearing AG comments to any amendments of the legal framework of Eurex

Unless the context requires otherwise, terms used and not otherwise defined in this circular shall have the meaning ascribed to them in the Clearing Conditions or FCM Clearing Conditions of Eurex Clearing AG, as applicable.

Attachments:

1. Chapter IV Number 2.7.1 of the Clearing Conditions of Eurex Clearing AG
2. Number 10.3.1 of the Auction Terms of Eurex Clearing AG

Further information

Recipients: All Clearing Members, all FCM Clearing Members, ISA Direct Clearing Members, Disclosed Direct Clients of Eurex Clearing AG, vendors other affected contractual parties

Target groups: Front Office/Trading, Middle + Backoffice, IT/System Administration, Auditing/Security Coordination

Contact: client.services@eurex.com

Web: www.eurex.com/ec-en/

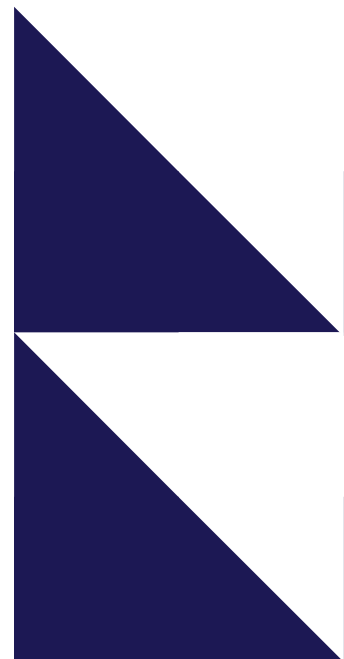
Authorized by: Jens Janka

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Chapter IV of the Clearing Conditions of Eurex Clearing AG

Clearing of Repo Transactions

As of 21.10.2024

Clearing Conditions of Eurex Clearing AG	Eurex04e
	As of 21.10.2024
	Page 1

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED;

DELETIONS ARE CROSSED OUT

[...]

Part 2 Clearing of Repo Transactions

[...]

2.7 Failure to Deliver or to Pay

2.7.1 Failure to deliver or pay on the Contractual Settlement Date of the Front Leg

[...]

(3) Redemption of Securities

- (a) If Securities that have been delivered under the Front Leg of a Repo Transaction and have been redeemed by the issuer prior to the settlement of the Term Leg of the Repo Transactions, the following shall apply.
- (b) Any obligation relating to the transfer of the securities that have been redeemed shall be canceled and replaced by an obligation of the Cash Provider to pay to Eurex Clearing AG an amount equal to the relevant redemption amount actually paid by the issuer of the relevant Securities and an obligation of Eurex Clearing AG to pay the amount so received to the Cash Taker. Unless otherwise determined by Eurex Clearing AG, the payment shall be processed in accordance with the rules (if any) of the Settlement Location based on pending delivery instructions for the settlement of the Term Leg of the Repo Transaction.
- (c) The obligation of the Cash Taker to pay the agreed repurchase price and the agreed Repo Interest (if any) to Eurex Clearing AG as well as the corresponding obligation of Eurex Clearing AG to pay a corresponding amount to the Cash Provider shall remain unaffected and shall, unless otherwise instructed by Eurex Clearing AG be performed in accordance with Chapter I Part 1 No. 1.4.1.

[...]

Provisions for the Participation in Auctions conducted by Eurex Clearing AG

Auction Terms of Eurex Clearing AG

As of 21.10.2024

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED;

DELETIONS ARE CROSSED OUT

[...]

10 Settlement Provisions

[...]

10.3 Settlement Failures

10.3.1 Failure by the Auction Participant to deliver Auction Securities

[...]

- (iii) The Auction Participant failing to deliver the Auction Securities shall be obliged to pay a penalty payment in EUR to Eurex Clearing AG in the amount of 0.04 per cent of the stock market price or market value of the Auction Securities due at the moment of the default's beginning, however, no less than EUR 1,000.00. When converting amounts into EUR, Eurex Clearing AG will use a commercially reasonable exchange rate applicable at the relevant point in time.

[...]

[...]



24 Sep 2024
Eurex Clearing

Amendments to the Clearing Conditions of Eurex Clearing AG – Consultation

**Eurex Clearing Circular 071/24 Amendments to the Clearing
Conditions of Eurex Clearing AG – Consultation**

1. Introduction

This circular contains information with respect to the service offering of Eurex Clearing AG (Eurex Clearing) and introduces amendments to the Clearing Conditions of Eurex Clearing AG (Clearing Conditions) regarding the following topic:

**Harmonisation of the Order of Priority of the Realisation of the
Default Fund for ISA Direct Clearing Members**

outcome of the consultation which will be communicated in a separate Eurex Clearing circular.

2. Required action

Clearing Members, ISA Direct Clearing Members, Disclosed Direct Clients, FCM Clearing Members, vendors and other affected contractual parties should take the amendments to the Clearing Conditions into consideration.

Eurex Clearing herewith invites all Affected Customers to submit comments on the proposed changes and amendments within the Consultation Period.

3. Details

The ISA Direct model was introduced with additional incentives for the Clearing Agent to diligently select their ISA Direct Clearing Members. In the event of a default of the ISA Direct Member, their Clearing Agent is liable to two assessments on the default fund contribution of the ISA Direct Member prior to the Dedicated Amount of Eurex Clearing in the Order of Priority of the Realisation of the Default Fund, thereby tripling the Clearing Agents' Default Fund payment prior to resources of other Default Fund contributors.

Since direct clearing access for regulated buy-side firms and the ISA Direct clearing model have become well established, a harmonisation with the standard waterfall and equal treatment of comparable risk is appropriate. The admission requirements for ISA Direct equal those for other direct Clearing Members.

Default Fund assessments of the Clearing Agent specifically relating to ISA Direct Clearing Members prior to Dedicated Amount of Eurex Clearing in the Order of Priority of the Realisation of the Default Fund will be removed.

Default Management Committee Rules regarding topics A. and B. are subject to a Consultation which will end with the expiry of **24 October 2024**.

Eurex Clearing herewith invites all Affected Customers to submit comments on the proposed changes and amendments within the Consultation Period.

During the Consultation Period, comments on proposed changes or amendments shall be only submitted through a web-based commenting service for which a registration form is available on the Eurex Clearing website under the following link:

Find > Forms: Consultation Form

The form has to be duly signed and returned to Eurex Clearing via e-mail to SpecialProvisions@eurex.com, in order to obtain a User ID and Password together with a link for accessing the web-based commenting service.

To the extent that Eurex Clearing decides to implement any comments received during the Consultation, the so-amended version of the Clearing Conditions will be published after the Consultation.

The currently envisaged effective date of the changes is **18 November 2024**. However, after the Consultation Period, Eurex Clearing will issue a separate circular to announce the concrete date on which the proposed changes (as the case may be, implementing comments received during the Consultation) will come into effect.

This announcement will be made with at least 15 Business Days' notice (Regular Notification Period). However, if Eurex Clearing AG should receive a request for a Prolonged Notification Period from more than two Affected Customers during the Consultation Period, a Prolonged

As of the effective date, the full version of the amended Clearing Conditions will be available for download on the Eurex Clearing website www.eurex.com/ec-en/ under the following link:

Rules & Regs > Eurex Clearing Rules and Regulations > 1. Clearing Conditions

The amendments to the legal framework of Eurex Clearing AG published by this circular are deemed accepted by each affected contractual party of Eurex Clearing AG, unless the respective contractual party objects by written notice to Eurex Clearing AG prior to the relevant effective date(s) as stipulated in this circular. In case of an objection by the respective contractual party pursuant the preceding sentence, Eurex Clearing AG is entitled to terminate the respective contract (including a Clearing Agreement, if applicable). Instead of submitting an objection, the respective contractual party may submit in writing to Eurex Clearing AG comments to any amendments of the legal framework of Eurex Clearing AG within the first 10 Business Days after the publication of the amendments. Eurex Clearing AG shall assess whether these comments prevent the published amendments from becoming effective taking into account the interests of Eurex Clearing AG and all contractual parties.

Unless the context requires otherwise, terms used and not otherwise defined in this circular shall have the meaning ascribed to them in the Clearing Conditions or FCM Clearing Conditions of Eurex Clearing AG, as applicable.

Attachment:

- ◆ Amended sections of the Clearing Conditions of Eurex Clearing AG, effective 18 November 2024 (subject to the Consultation)

Further information

Target groups: Front Office/Trading, Middle + Backoffice, IT/System Administration, Auditing/Security Coordination

Contact: client.services@eurex.com

Web: www.eurex.com/ec-en/

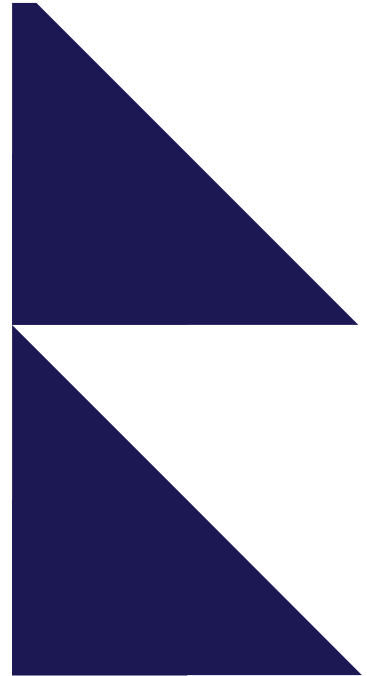
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Further information

[!\[\]\(e474458956c9a37fbf9586ddb60a7fa1_img.jpg\) Attachment to Eurex Clearing Circular 071/24](#)

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Chapter I of the Clearing Conditions of Eurex Clearing AG

General Provisions

As of 18.11.2024

AMENDMENTS ARE MARKED AS FOLLOWS:
INSERTIONS ARE UNDERLINED;
DELETIONS ARE CROSSED OUT

[...]

Part 1 General Clearing Provisions

[...]

6 Default Fund

[...]

6.1 Contributions to the Default Fund

[...]

6.1.1 Contributions and Calculation of the Contributions to the Default Fund

[...]

(3) The obligation of a Clearing Member to make a CM Contribution becomes first due and payable as of the date of the granting of its first Clearing License and the obligation of a Clearing Agent to make an ISA Direct Clearing Member Contribution with respect to a particular ISA Direct Clearing Member becomes first due and payable as of the date it enters into an ISA Direct Clearing Agreement with Eurex Clearing AG and such ISA Direct Clearing Member. [...]

6.2 Realisation of the Default Fund

[...]

6.2.1 Order of Priority

[...]

(3) ~~Affected ISA Direct Clearing Member Further Contribution or Applicable Indemnity Payment Amount~~

Third, ~~and only in the case of an ISA Direct Affected Clearing Member, Eurex Clearing AG will realise the following:~~

- (i) ~~If the ISA Direct Affected Clearing Member does not qualify as an Indemnifying Clearing Agent of the Affected ISA Direct Clearing Member, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of the Affected ISA Direct Clearing Member Further Contribution (as defined below) relating to the Affected ISA Direct Clearing Member.~~

~~“Liquidation Group Ratio” with respect to this Paragraph (3) means the fraction of the available ISA Direct Clearing Member Further Contribution which may be realised with respect to the Relevant Liquidation Group under this Paragraph (3) and which will be determined as the ratio of (A) the part of the requirement to provide Affected ISA Direct Clearing Member Further Contributions applicable to such Relevant Liquidation Group and (B) the aggregate requirement to provide Affected ISA Direct Clearing Member Further Contributions.~~

- (ii) ~~If the ISA Direct Affected Clearing Member qualifies as an Indemnifying Clearing Agent of the Affected ISA Direct Clearing Member, Eurex Clearing AG will realise the Applicable Indemnity Payment Amount payable by such ISA Direct Affected Clearing Member in accordance with the ISA Direct Provisions.~~

~~In case of a Realisation Event resulting in the application of this Paragraph (3)(ii), Paragraphs (4) to (134) will, even if the Applicable Indemnity Payment Amount has not been paid in full, not be applied in respect of such Realisation Event.~~

~~For the avoidance of doubt, this Paragraph (3)(ii) shall not apply with respect to a Realisation Event following a Termination in respect of the Indemnifying Clearing Agent (in its capacity as Clearing Member). The obligation of the Indemnifying Clearing Agent to pay the Applicable Indemnity Payment Amount shall form part of the Clearing Conditions Default Fund Secured Claims. Any Applicable Indemnity Payment Amount shall be allocated to the discharge of the Clearing Conditions Default Fund Secured Claims relating to the Liquidation Group comprising Eurex Repo Transactions.~~

(4) ~~Remainder of ISA Direct Clearing Member Further Contribution~~

~~Fourth, only in the case of an ISA Direct Affected Clearing Member that does not qualify as an Indemnifying Clearing Agent of the Affected ISA Direct Clearing Member, Eurex Clearing AG will realise Remainder Amount relating to the Affected ISA Direct Clearing Member Further Contribution.~~

~~“Remainder Amount” with respect to this Paragraph (4) means with respect to the Affected ISA Direct Clearing Member the aggregate of all remainders of the Affected ISA Direct Clearing Member Further Contribution under all Relevant Liquidation Groups which have been determined but have not been realised under Paragraph (3).~~

~~Eurex Clearing AG will allocate the Remainder Amount to all Relevant Liquidation Groups, with respect to which not all losses have been discharged under Paragraph (3), on a pro-rata basis.~~

(45) Dedicated Amount

~~Fourth~~⁵th, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of the Dedicated Amount.

“Liquidation Group Ratio” with respect to this Paragraph (45) means the fraction of the available Dedicated Amount which may be realised with respect to the Relevant Liquidation Group under this Paragraph (45) and which will be determined as the ratio of (A) the part of the sum of all Initial Margin requirements (under the Clearing Conditions or the FCM Regulations) and all Additional Margin requirements of all Clearing Members and FCM Clearing Members determined for such Relevant Liquidation Group and (B) the sum of all Initial Margin requirements (under the Clearing Conditions and the FCM Regulations) and all Additional Margin requirements of all Clearing Members and FCM Clearing Members determined for all Liquidation Groups.

(56) Remainder of Dedicated Amount

~~Fifth~~⁶th, Eurex Clearing AG will realise the Remainder Amount relating to the Dedicated Amount.

“Remainder Amount” means with respect to this Paragraph (56) the aggregate of

- (i) all remainders of the Dedicated Amount under all Relevant Liquidation Groups which have been determined but have not been realised pursuant to Paragraph (45), and
- (ii) the Liquidation Group Ratio of the Dedicated Amount determined under Paragraph (45) relating to any other Liquidation Group which is not a Relevant Liquidation Group.

Eurex Clearing AG will allocate the Remainder Amount to all Relevant Liquidation Groups, with respect to which not all losses have been discharged under Paragraph (45), on a pro-rata basis.

(67) Contributions of non-bidding auction participants and a terminated Clearing Agent

~~Sixth~~⁷th, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of

[...]

“Liquidation Group Ratio” with respect to this Paragraph (67) means the fraction of the available Non-Affected CM Contributions, Non-Affected ISA Direct Clearing Member Contributions or Non-Affected FCM Contributions which may be realised

with respect to the Relevant Liquidation Group under this Paragraph (67) and which will be determined as follows:

[...]

(78) Remainder of Contributions of non-bidding auction participants and a terminated Clearing Agent

~~Seventh~~^{Eighth}, Eurex Clearing AG will realise all the Applicable CM/FCM Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members that are CM Non-Bidding Participants, FCM Non-Bidding Participants, CM Non-Bidding Hedging Auction Participants and FCM Non-Bidding Hedging Auction Participants and the Clearing Agent that is the CM Affected Clearing Member.

“Applicable CM/FCM Remainder Amount” with respect to this Paragraph (78) means the available Non-Affected CM Contribution, Non-Affected ISA Direct Clearing Member Contribution or Non-Affected FCM Contribution of the relevant Clearing Member, Clearing Agent or FCM Clearing Member which may be realised under this Paragraph (78) and which will be determined as the product of (A) the ratio of (AA) the Remainder Amount of the relevant Clearing Member, Clearing Agent or FCM Clearing Member and (BB) the aggregate of all Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members and (B) the Default Fund Secured Claims which have not been discharged. The Applicable CM/FCM Remainder Amount cannot exceed the Remainder Amount of the relevant Clearing Member, Clearing Agent or FCM Clearing Member.

“Remainder Amount” with respect to this Paragraph (78) means with respect to the relevant Clearing Member, Clearing Agent or FCM Clearing Member, the aggregate of all remainders of Non-Affected CM Contribution, Non-Affected ISA Direct Clearing Member Contribution or Non-Affected FCM Contribution of the relevant Clearing Member, Clearing Agent or FCM Clearing Member under all Relevant Liquidation Groups which have been determined but have not been realised pursuant to Paragraph (67).

[...]

Eurex Clearing AG will allocate all Applicable CM/FCM Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members to all Relevant Liquidation Groups, with respect to which not all losses have been discharged under Paragraph (67), on a pro-rata basis.

(89) Contributions of Clearing Members and FCM Clearing Members that are not non-bidding auction participants

~~Eighth~~^{Ninth}, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of

[...]

“**Liquidation Group Ratio**” with respect to this Paragraph (89) means the fraction of the available Non-Affected CM Contributions, Non-Affected ISA Direct Clearing Member Contributions or Non-Affected FCM Contributions which may be realised with respect to the Relevant Liquidation Group under this Paragraph (98) and which will be determined as follows:

[...]

(910) SSITG

~~Ninth~~Tenth, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of the SSITG.

“**Liquidation Group Ratio**” with respect to this Paragraph (910) means the fraction of the available SSITG which may be realised with respect to the Relevant Liquidation Group under this Paragraph (910) and which will be determined as the ratio of (A) the part of the sum of all Initial Margin requirements (under the Clearing Conditions or the FCM Regulations) and all Additional Margin requirements of all Clearing Members and FCM Clearing Members determined for such Relevant Liquidation Group and (B) the sum of all Initial Margin requirements (under the Clearing Conditions and the FCM Regulations) and all Additional Margin requirements of all Clearing Members and FCM Clearing Members determined for all Liquidation Groups.

(101) Remainder of Contributions of Clearing Members and FCM Clearing Members that are not non-bidding auction participants

~~Tenth~~Eleventh, Eurex Clearing AG shall realise the Applicable CM/FCM Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members.

“**Applicable CM/FCM Remainder Amount**” with respect to this Paragraph (101) means the available Non-Affected CM Contribution, Non-Affected ISA Direct Clearing Member Contribution or Non-Affected FCM Contribution of the relevant Clearing Member, Clearing Agent or FCM Clearing Member which may be realised under this Paragraph (101) and which will be determined as the product of (A) the ratio of (AA) the Remainder Amount of the relevant Clearing Member, Clearing Agent or FCM Clearing Member and (BB) the aggregate of all Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members and (B) the Default Fund Secured Claims which have not been discharged. The Applicable CM/FCM Remainder Amount cannot exceed the Remainder Amount of the relevant Clearing Member, Clearing Agent or FCM Clearing Member.

“**Remainder Amount**” with respect to this Paragraph (101) means with respect to the relevant Clearing Member, Clearing Agent or FCM Clearing Member, the aggregate of

(I) all remainders of Non-Affected CM Contribution, Non-Affected ISA Direct Clearing Member Contribution or Non-Affected FCM Contribution of the relevant

Clearing Member, Clearing Agent or FCM Clearing Member under all Relevant Liquidation Groups which have been determined but have not been realised pursuant to Paragraph (89), and

[...]

Eurex Clearing AG will allocate all Applicable CM/FCM Remainder Amount of all Clearing Members, Clearing Agents and FCM Clearing Members to all Relevant Liquidation Groups, with respect to which not all losses have been discharged under Paragraph (94), on a pro-rata basis.

(112) Remainder of SSITG

~~Eleventh~~^{Twelfth}, Eurex Clearing AG will realise the Remainder Amount relating to the SSITG.

“Remainder Amount” means with respect to this Paragraph (112) the aggregate of

- (i) all remainders of the SSITG under all Relevant Liquidation Groups which have been determined but have not been realised pursuant to Paragraph (94), and
- (ii) the Liquidation Group Ratio of the SSITG determined under Paragraph (94) relating to any other Liquidation Group which is not a Relevant Liquidation Group.

Eurex Clearing AG will allocate the Remainder Amount to all Relevant Liquidation Groups, with respect to which not all losses have been discharged under Paragraph (104), on a pro-rata basis.

(123) Seniorised Hedging Contributions

~~Twelfth~~^{Thirteenth}, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of

[...]

“Liquidation Group Ratio” with respect to this Paragraph (123) means the fraction of the available Non-Affected CM Contributions, Non-Affected ISA Direct Clearing Member Contributions or Non-Affected FCM Contributions which may be realised with respect to the Relevant Liquidation Group under this Paragraph (123) and which will be determined as follows:

[...]

(134) Remainder of Seniorised Hedging Contributions

~~Thirteenth~~^{Fourteenth}, Eurex Clearing AG will realise the Applicable CM/FCM Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members that are Winning Hedging Auction Participants.

“Applicable CM/FCM Remainder Amount” with respect to this Paragraph (134) means the available Non-Affected CM Contribution, Non-Affected ISA Direct Clearing Member Contribution or Non-Affected FCM Contribution of the relevant Clearing Member, Clearing Agent or FCM Clearing Member which may be realised under Paragraph (134) and which will be determined as the product of (A) the ratio of (AA) the Remainder Amount of the relevant Clearing Member, Clearing Agent or FCM Clearing Member and (BB) the aggregate of all Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members and (B) the Default Fund Secured Claims which have not been discharged. The Applicable CM/FCM Remainder Amount cannot exceed the Remainder Amount of the relevant Clearing Member, Clearing Agent or FCM Clearing Member.

“Remainder Amount” with respect to this Paragraph (134) means with respect to the relevant Clearing Member, Clearing Agent or FCM Clearing Member, the aggregate of all remainders of Non-Affected CM Contribution, Non-Affected ISA Direct Clearing Member Contribution or Non-Affected FCM Contribution of the relevant Clearing Member, Clearing Agent or FCM Clearing Member under all Relevant Liquidation Groups which have been determined but have not been realised pursuant to Paragraph (123).

Eurex Clearing AG will allocate all Applicable CM/FCM Remainder Amounts of all Clearing Members, Clearing Agents and FCM Clearing Members to all Relevant Liquidation Groups, with respect to which not all losses have been discharged under Paragraph (123), on a pro-rata basis.

(145) Further Contributions of non-bidding auction participants

~~Fourteenth~~^{fifteenth}, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of

- (i) the CM Further Contributions and ~~Non-Affected-ISA Direct~~ Clearing Member Further Contributions of all Clearing Members and Clearing Agents that are CM Non-Bidding Participants with respect to at least one DM Auction in the Relevant Liquidation Group and
- (ii) the FCM Further Contributions of all FCM Clearing Members that are FCM Non-Bidding Participants with respect to at least one DM Auction in the Relevant Liquidation Group.

“Liquidation Group Ratio” with respect to this Paragraph (145) means the fraction of the available CM Further Contribution, ~~Non-Affected-ISA Direct~~ Clearing Member Further Contribution and FCM Further Contribution which may be realised with respect to the Relevant Liquidation Group under this Paragraph (145) and which will be determined as follows:

[...]

- (II) in the case of ~~Non-Affected-ISA Direct~~ Clearing Member Further Contribution, the ratio of (A) the part of the requirement to provide ~~Non-Affected-ISA Direct~~

Clearing Member Further Contributions relating to the relevant ISA Direct Clearing Member applicable to such Relevant Liquidation Group and (B) the aggregate requirement to provide ~~Non-Affected-ISA Direct Clearing Member~~ Further Contributions relating to the relevant ISA Direct Clearing Member, and

[...]

(156) Further Contributions of Clearing Members and FCM Clearing Members that are not non-bidding auction participants

~~Fifteenth~~Sixteenth, Eurex Clearing AG will, with respect to the losses arising from a Relevant Liquidation Group, realise the applicable Liquidation Group Ratio of

(i) the CM Further Contributions and the ~~Non-Affected-ISA Direct Clearing Member~~ Further Contributions of all Clearing Members that are not CM Non-Bidding Participants with respect to the Relevant Liquidation Group,

[...]

Eurex Clearing AG shall realise the applicable Liquidation Group Ratio of

(a) the CM Further Contributions and the ~~Non-Affected-ISA Direct Clearing Member~~ Further Contributions of all Clearing Members that are not Non-Bidding Participants,

[...]

“Liquidation Group Ratio” with respect to this Paragraph (156) means the fraction of the available CM Further Contribution, ~~Non-Affected-ISA Direct Clearing Member~~ Further Contribution, FCM Further Contribution and Further Dedicated Amount which may be realised with respect to the Relevant Liquidation Group under Paragraph (156) and which will be determined as follows:

[...]

(II) in the case of ~~Non-Affected-ISA Direct Clearing Member~~ Further Contribution, the ratio of (A) the part of the requirement to provide ~~Non-Affected-ISA Direct Clearing Member~~ Further Contributions relating to the relevant ISA Direct Clearing Member applicable to such Relevant Liquidation Group and (B) the aggregate requirement to provide ~~Non-Affected-ISA Direct Clearing Member~~ Further Contributions relating to the relevant ISA Direct Clearing Member,

[...]

(IV) in the case of the Further Dedicated Amount, the product of (a) the applicable Liquidation Group Ratio determined with respect to the Dedicated Amount pursuant to Paragraph (45) above and (b) the ratio of (A) the sum of all Further Contributions, which have actually been delivered to Eurex Clearing AG with respect to the Relevant Liquidation Group and (B) the sum of all Further

Contributions that Eurex Clearing AG is entitled to require with respect to the Relevant Liquidation Group up to the relevant Liability Cap.

6.2.2 Further requirements with respect to the order of priority

In addition, Eurex Clearing AG considers the following additional requirements when determining the order of priority in accordance with this Number 6.2.1:

- (a) With respect to the realisation of the Contributions and the Dedicated Amount under Paragraphs (1) to (156), the order of priority shall be applied to all Relevant Liquidation Groups simultaneously before, in each case, the respective next paragraph is applied.
- (b) If in case of Paragraphs (67), (89), (123), (145) and (156), with respect to a Relevant Liquidation Group the available
 - [...]
 - (ii) the Non-Affected ISA Direct Clearing Member Contributions (or Non-Affected ISA Direct Clearing Member Further Contributions), or
 - [...]

6.2.3 Repayment by Eurex Clearing AG

If, subsequent to a realisation of the Default Fund, an Affected Clearing Member, Affected ISA Direct Clearing Member or Affected FCM Clearing Member makes a payment to Eurex Clearing AG to fulfil the Default Fund Secured Claims, or if the Default Fund Secured Claims are otherwise discharged, after Eurex Clearing AG has realised the Dedicated Amount or Non-Affected CM Contributions (or CM Further Contributions) or Non-Affected ISA Direct Clearing Member Contributions (or Non-Affected ISA Direct Clearing Member Further Contributions) or Non-Affected FCM Contributions (or FCM Further Contributions) to the Default Fund, Eurex Clearing AG shall use the funds received in order to

- (i) repay the realised CM Further Contributions, Non-Affected-ISA Direct Clearing Member Further Contributions and FCM Further Contributions to the relevant Clearing Member(s), Clearing Agent(s) and FCM Clearing Member(s), respectively,
 - [...]
- (iv) repay the realised Affected ISA Direct Clearing Member Contributions (and Affected ISA Direct Clearing Member Further Contributions) to the ISA Direct Affected Clearing Member.
 - [...]

6.3 Further Contributions to the Default Fund (Assessments); Replenishment of Contributions to the Default Fund; Further Dedicated Amount

6.3.1 Further Contributions

If, following a Realisation Event, Eurex Clearing AG determines that the Contributions may not be sufficient to cover the respective claims secured by the Default Fund in accordance with Number 6.2.1 above, it shall at its discretion be entitled to require within a Capped Period, by making one or several demands:

- ~~(i) from the ISA Direct Affected Clearing Member (other than an ISA Direct Affected Clearing Member that qualifies as an Indemnifying Clearing Agent of the Affected ISA Direct Clearing Member to which the Realisation Event relates),, further Affected ISA Direct Clearing Member Contributions (the "**Affected ISA Direct Clearing Member Further Contributions**");~~
 - (ii) from the Non-Affected Clearing Members and the ISA Direct Affected Clearing Member, further CM Contributions (the "**CM Further Contributions**") and ~~with respect to its ISA Direct Clearing Members (other than Affected ISA Direct Clearing Members) further ISA Direct Clearing Member Contributions (other than Affected ISA Direct Clearing Member Contributions) (the "**Non-Affected ISA Direct Clearing Member Further Contributions**"; and each Affected ISA Direct Clearing Member Further Contribution and each Non-Affected ISA Direct Clearing Member Further Contribution, an "**ISA Direct Clearing Member Further Contribution**"); and~~
 - (ii) from the ISA Direct Affected Clearing Member, CM Further Contribution and ISA Direct Clearing Member Further Contribution with respect to its ISA Direct Clearing Members (other than Affected ISA Direct Clearing Members), (if any); and
 - (iii) from the Non-Affected FCM Clearing Member, FCM Further Contributions
- ~~(each ISA Direct Clearing Member Further Contribution, each CM Further Contribution, each ISA Direct Clearing Member Further Contribution and each FCM Further Contribution, a "**Further Contribution**").~~

(a) Determination of Further Contribution

When determining the relevant CM Further Contributions or the relevant Non-Affected ISA Direct Clearing Member Further Contribution ~~with respect to the relevant Clearing Member~~, Eurex Clearing AG shall reduce the relevant Further Contributions by the relevant Excess Contribution actually delivered to Eurex Clearing AG by such Clearing Member or Clearing Agent (if any).

The ~~ISA Direct Affected Clearing Member and the Non-Affected Clearing Members~~ relevant Clearing Member or Clearing Agent shall, subject to the Liability Cap, be obliged to ~~providemake the relevant such~~ CM Further Contributions and ISA Direct Clearing Member Further Contribution to the Default Fund, in each case as soon as possible, but no later than one Business Day following receipt of Eurex Clearing AG's ~~request~~ demand. If a Clearing Member or a Clearing Agent does not

provide the relevant Further Contribution within one Business Days in full, Eurex Clearing AG shall be entitled to collect the (outstanding parts of the) relevant Further Contributions to the Default Fund from the relevant Clearing Member or Clearing Agent in accordance with the daily cash clearing procedure pursuant to Number 1.4.1.

The "**Liability Cap**" with respect to each CM Further Contribution and ISA Direct Clearing Member Further Contribution of the Affected ISA Direct Clearing Member Further Contributions, the Non-Affected ISA Direct Clearing Member Further Contributions, the CM Further Contributions and the FCM Further Contributions shall be two times the related originally applicable CM Contribution Requirement or ISA Direct Clearing Member Contribution Requirement to the Default Fund and shall apply for the relevant Capped Period.

A "**Capped Period**" shall, with respect to the Default Fund, be a period of twenty (20) Business Days which shall commence on the Clearing Member Termination Date, the ISA Direct Clearing Member Termination Date or the FCM Clearing Member Termination Time and which, if one or more further Clearing Member Termination Date(s), ISA Direct Clearing Member Termination Date(s) or FCM Clearing Member Termination Time(s) occur within such twenty (20) Business Day period shall, in the case of each such further Clearing Member Termination Date, ISA Direct Clearing Member Termination Date or FCM Clearing Member Termination Time, be extended by twenty (20) Business Days from (and including) the relevant further Clearing Member Termination Date, further ISA Direct Clearing Member Termination Date or further FCM Clearing Member Termination Time, subject to a maximum duration of three (3) months, provided that if, following the occurrence of a Clearing Member Termination Date, an ISA Direct Clearing Member Termination Date or an FCM Clearing Member Termination Time, the Default Fund will not be realised, such period shall end upon finalisation of the default management process with respect to such Clearing Member Termination Date, such ISA Direct Clearing Member Termination Date or such FCM Clearing Member Termination Time as notified by Eurex Clearing AG to the Clearing Members.

(b) Exemptions

A ~~Non-Affected~~ Clearing Member shall not be obliged to pay CM Further Contributions, if the respective ~~Non-Affected~~ Clearing Member has terminated all of its Clearing Licenses and such terminations have become effective prior to the start of the respective Capped Period. A ~~Clearing Agent Non-Affected~~ Clearing Member shall not be obliged to pay ~~Non-Affected~~ ISA Direct Clearing Member Further Contributions relating to an ISA Direct Clearing Member, if all ISA Direct Clearing Licenses of such ISA Direct Clearing Member have been terminated and such terminations have become effective prior to the start of the respective Capped Period.

If a Clearing Member whose Clearing Agreements (except for its ISA Direct Clearing Agreement(s)) with Eurex Clearing AG have been terminated has not settled all its

Transactions within a Capped Period, such Clearing Member remains liable for any subsequent Capped Period(s) for making CM Further Contributions until it is no longer a party to any Transactions with Eurex Clearing AG. If an ISA Direct Clearing Member whose ISA Direct Clearing Agreement with Eurex Clearing AG has been terminated has not settled all its ISA Direct Transactions within a Capped Period, its Clearing Agent remains liable for any subsequent Capped Period(s) for making ISA Direct Clearing Member Further Contributions until such ISA Direct Clearing Member is no longer a party to any ISA Direct Transactions with Eurex Clearing AG.

6.3.2 Replenishment of Default Fund

Without undue delay after the end of each Capped Period, each Non-Affected Clearing Member or Clearing Agent shall be obliged to replenish the Default Fund up to the relevant CM Contribution Requirement or ISA Direct Clearing Member Contribution Requirements.

If Eurex Clearing AG has not liquidated all Terminated Transactions (as defined in Number 7.5) of the Affected Clearing Member or all Terminated FCM Clearing Member Transactions (as defined in Number 7.5) of the Affected FCM Clearing Member during the default management process by the end of the of the Capped Period, the obligation of the Non-Affected Clearing Member to replenish the Default Fund up to the relevant Contribution Requirements shall become due upon the liquidation of the last Terminated Transaction of the Affected Clearing Member or the last Terminated FCM Clearing Member Transaction of the Affected FCM Clearing Member, respectively.

This shall not apply if (i) a Non-Affected Clearing Member has terminated all its Clearing Licenses and all its Transactions have been cancelled, closed or fulfilled before the end of the Capped Period or (ii) if the ISA Direct Clearing Licenses of all ISA Direct Clearing Members of the Non-Affected Clearing Member (in its capacity as a Clearing Agent) have been terminated and such terminations have become effective before such replenishment obligation has become due.

6.3.3 Clarification

For the avoidance of doubt, nothing in this Number 6.3 shall exclude or limit Eurex Clearing AG's rights and claims against the CM Affected Clearing Member and against the Affected ISA Direct Clearing Member.

6.3.42 Further Dedicated Amount

Where Eurex Clearing AG requires Further Contributions, Eurex Clearing AG will allocate further own funds to the Default Fund ("**Further Dedicated Amount**"). Eurex Clearing AG will determine the Further Dedicated Amount separately for each Liquidation Group. The Further Dedicated Amount is determined by reference to the pro rata amount of the sum of any Further Contributions actually delivered to Eurex Clearing AG. Eurex Clearing AG will allocate a Further Dedicated Amount to the Default Fund up to a maximum amount of EUR 300,000,000. Such maximum amount shall cover all future Realisation Events irrespective of whether they occur within one or more Capped Periods.

[...]

Part 6 Subpart A: General ISA Direct Provisions

[...]

9 Default Fund Contributions for ISA Direct Transactions and DM Auctions

9.1 Default Fund Contribution

9.1.1 The Clearing Agent shall make Contributions to the Default Fund with respect to all ISA Direct Transactions under each ISA Direct Standard Agreement in accordance with Part 1 Number 6.

_____ For the avoidance of doubt, the ISA Direct Clearing Member is in accordance with Article 2 Paragraph 14 of EMIR responsible for discharging the financial obligations arising from its participation in the Clearing as ISA Direct Clearing Member. Accordingly, without imposing any additional obligations on the ISA Direct Clearing Member, any failure to pay or deliver by the Clearing Agent with respect to the Contributions that have been determined by Eurex Clearing AG in relation to an ISA Direct Clearing Member shall constitute an ISA Direct Clearing Member Termination Event for the relevant ISA Direct Clearing Member. For as long as any such failure continues to exist, Eurex Clearing AG may one or more times suspend or limit the Clearing of new ISA Direct Transactions of such ISA Direct Clearing Member in accordance with Number 10.2 and/or may terminate the clearing membership of the ISA Direct Clearing Member by giving an ISA Direct Clearing Member Termination Notice in accordance with Number 10.3.

[...]

9.1.4 ~~Under the requirements set out in Part 1 Number 6.3.1, Eurex Clearing AG is entitled at its discretion to require from the Clearing Agent ISA Direct Clearing Member Further Contribution with respect to its ISA Direct Clearing Members. If, following a Realisation Event with respect to an ISA Direct Clearing Member, the Contribution attributable to the ISA Direct Clearing Member is not sufficient to cover the Default Fund Secured Claims against the ISA Direct Clearing Member, Eurex Clearing AG is entitled at its discretion to require from the Clearing Agent of the ISA Direct Clearing Member further Contributions in accordance with Part 1 Number 6.3. Those further Contributions shall be used to cover the Default Fund Secured Claims against the ISA Direct Clearing Member in accordance with Part 1 Number 6, in particular, the order of priority set out in Part 1 Number 6.2.1.~~

[...]

Part 6 Subpart B: ISA Direct Indemnified Provisions

[...]

2 Indemnifying Clearing Agent; Clearing Agent Indemnity; Representations

[...]

2.4 The Indemnifying Clearing Agent shall not be subject to an obligation to make Further Contributions pursuant to Subpart A Number 9.1.4.

~~2.45~~ [...]

~~2.56~~ [...]

~~2.67~~ [...]

[...]
