

Emission Delivery Process at ECC

Leipzig, 29. April 2024

part of eex group

ECC Delivery | Quick Overview (1/2)

- **ECC's Union Registry account number: EU-100-5016813-0-69**
- Delivery-versus-Payment methodology; all **payments** are done with your Clearing Bank on delivery day.
- Spot is paid in full and Futures are processed via Initial & Variation Margin until delivery.

a. Delivery process buy side:

- = **Internal delivery** to the buyer, not to the buyer's EU registry account.
- Certificates are delivered to the buyer's internal account inside ECC's Delivery Management System (more details follow):
- Delivery day: Spot: 1st ECC business day following the trading day, if the trade is concluded before 16:00 CE(S)T.
 Future: 2nd day following the expiry day
- Clearing Banks are not involved.
- View the **balance** of your internal account or instruct a transfer to own registry account through the <u>Member Area</u> of ECC.

>ecc

ECC Delivery | Quick Overview (2/2)

b. Delivery process sell side:

- Seller need to transfer certificates to ECC's Union Registry account before...
 - **Future:** ... the 1st ECC working day following the expiry day at 16:00 CE(S)T.

Spot: ... 16:00 CE(S)T on trading date.

... and only if there is an insufficient balance on the seller's internal account in SMSS.

- Transfer of bought certificates to the own registry account via Registry Transfer Requests (RTR), which is taking 1 business day. Instruction is however already possible on the business day before the delivery (e.g. in expectation of delivery of bought certificates).
- ECC will book a delivery margin in case the seller has insufficient balance at 16:00 CE(S)T on the day before the delivery day.
- Make sure your account is on the **Trusted account** list of ECC (check with <u>physical-settlement@ecc.de</u>) and setup ECC's registry account on your Trusted accounts list.

>ecc

ECC Delivery Process (Spot)



Remarks

- The whole transfer process is done by ECC within their own UR account and thus extremely quick and simple.
- No CM is involved which means no delivery fee is charged.
- The buyer can rely on an in-time delivery on t+1 (one day after the trade).
- Short positions can be covered by stocks stored at ECC (ECC is escrow agent).
- A RTR can already be instructed on t to have the bought allowances on t+1 on the buyer's own UR account already.
- All clients UR accounts are set up as "trusted accounts".
- ECC's account: EU-100-5016813-0-69



Remarks

- The whole delivery process is done by ECC within their own UR account and thus extremely quick and simple.
- No CM is involved which means no delivery fee is charged.
- The buyer can rely on an in-time delivery on e+2 (2 business days after expiry).
- Short positions can be covered by stocks from spot market (ECC is escrow agent).
- A RTR can already be instructed on e+1 to have the bought allowances on e+2 on the buyer's own UR account already.
- All clients UR accounts are set up as "trusted accounts".
- ECC's account: EU-100-5016813-0-69

Internal

ECC Delivery Process Details

Trusted Accounts (TA)

- Accounts specified in the admission process (TP04 form) are setup as TA.
- Every new target account (of your own company), where you transfer certificates to, can be requested to be setup as TA.

Member Area

- It is mandatory to have at least 2 users for the ECC member area to enable the 4-eyes-principle in registry transfers. This is due to the security standard of ECC and shall ensure a regular transfer of certificates from your internal account.
- You can add as many users as you want at no costs. We recommend to have more than 2 users to maintain the capacity to act.

ECC Member Area: Overview

ecc	CLEARING ACCESS OPERATIONS RISK MANAGEMENT MEMBER SECTION ABOUT ECC C							
	ECC Member Area							
	The Member Section is available for the Clearing Members, DCP Clearing Members, Non-Clearing Members and partner exchanges.							
	Click on one of these buttons to log in to ECC's Member Area in production or simulation.							
	> Production							
	> Simulation							
	General							
	The ECC Member Area is your gateway to our services. It represents one clear connection to all commodity markets covered by ECC.							
	In case of maintenance windows etc., a teaser on ECC's homepage will inform you on availability restrictions of the system.							

>ecc	ONE CLEAR CONNECTION							
			*	K	1			
Home	Internal Accounts							
Transactions	Account Name	Commodity	Company	Balance	Projected Balance			
Accounts	ABCEX EUA3	EUA3	C_ABCEX	21,849,271	21,849,271			
Internal Accounts Transfer Requests CER White List Limit Maintenance Administration Logout	Found 1 internal accounts. Back							

The **login** to the Member Area can be found in the Member Section of <u>www.ecc.de</u>.

Log into the production environment for regular usage. We also offer a simulation environment for testing purposes.

Logins will be provided by ECC's Member Readiness team. (memberreadiness@ecc.de)

Within the Member Area you have various **options** to track transactions, subscribe reports or see your balance.

7

ECC Member Area: How to create a RTR?

With a Registry Transfer Request (RTR) you can transfer bought certificates to your or any registry account. Just select "Transfer Request" in the menu and click "Create New".

>ecc				1				
		t.	* *					
Home	Create new Transfer Request							
Transactions Accounts	Settlement Member:	ABCEX	×					
Internal Accounts Transfer Requests CER White List	Debit / Credit	Debit Credit Debit means Transfer from ECC to your account 'Credit' means ECC will try to collect the assets from your account						
Limit Maintenance	Underlying:	EUA3_DMS	*					
Administration Logout	Internal Account: Current Balance:	ABCEX_EUA3	(v)					
	External Account Holder:	Union Registry						
	Beneficiary External Account	EU-100-12323424324-0						
	Quantity:	20000						
	Delivery Date:	2018-01-26						
	Info:	text						
	Confirm Reset	Overview						
	Back							



Specify the Underlying, e.g. "EUA4_DMS" for EUAs of the 4th trading period. Select the Registry, enter the target account number, the date and the amount of certificates.

For you own documentation you can also add an info text.

Finally, a second user has to confirm this transaction.

8

How to create a "Same day Delivery"?



- **Same Day Deliveries** are charged with $a \in 500$ fee each.
- **Same Day Deliveries** are processed only after 11:30 am.

9

Contacts

>ecc

) EEX



Maria Ziesche Head of Sales Environmentals

T: +49 341 2156 - 341 Maria.ziesche@eex.com



Steffen Löbner Head of Business Development Environmental Markets

T: +49 341 2156 - 310 Steffen.loebner@eex.com



André Tzschoppe Expert Environmental Markets

T: +49 341 2156 - 527 Andre.tzschoppe@eex.com

ECC

Physical Settlement Team

E-Mail: <u>Physical-Settlement@ecc.de</u>

Phone: +49 341 24680-345