

# Spot Initial Margin Parameter Update

## Summary

ECC plans to adjust the parameters for the Initial Margin Spot Market (IMSM) as of 19<sup>th</sup> November 2021 as follows:

The new parameters applicable will be:

| Parameter                                  | Current | New |
|--|---------|-----|
| $\beta$ (multiplier for maximum component) | 1,5     | 1,7 |

All other IMSM model parameters remain unchanged.

### Contact

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## Adjustment Process

The new value for the multiplier  $\beta$  applied on the maximum component of the Initial Margin Spot Market (IMSM) will be used for the first time in the IMSM calculation on 19<sup>th</sup> November 2021 coming into effect the following Monday 22<sup>nd</sup> November 2021.<sup>1</sup>

## Information

Members impact in IMSM requirements can be calculated using the Initial Margin Spot Market Sample Calculator on the ECC Website. Members who want to calculate the IMSM using the Initial Margin Spot Market Sample Calculator have to use a correct parameter configuration in the parameter sheet in the calculator for the respective calculation day according to the table above. For assistance, please contact [clearing@ecc.de](mailto:clearing@ecc.de).

The calculator as well as the ECC Risk Parameters file on the ECC Website will be replaced containing the final parameters on 19<sup>th</sup> November 2021.

Clearing Members are reminded to check whether defined Emergency Member Stop Limits and deposited collaterals are set sufficiently to cover a possible margin increase.

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<sup>1</sup> Calculation Details of the Initial Margin Spot Market (IMSM) can be found in the ECC Spot Market Margining Document available for download on the ECC website.