



▶ **ECC Clearing Circular 24/2016 | 2016-05-19**

Enhancement of the EEX Product Portfolio

**Summary**

From 16 June onwards ECC will offer clearing services for EEX on Peak Day and Weekend Financial Futures for the French and Italian Power market as well as Base Week Financial Futures for the Swiss, Dutch and Nordic Power market.

This Clearing Circular contains information regarding the product set-up, the settlement processes and the preconditions for participation.

News

Physical Settlement

Financial Settlement

Risk Management

Information Technology



**Contact:**

**European Commodity Clearing AG**

Clearing & Settlement

Tel.: +49 341 21 56 – 444

[clearing@ecc.de](mailto:clearing@ecc.de)

[www.ecc.de](http://www.ecc.de)

Augustusplatz 9 | 04109 Leipzig | Germany

## Product Set-Up

The new futures offered at EEX will be set up as follows within the ECC clearing system (Eurex):

Name	Product ID	SMSS Product Group
French Peak Day Future	P701 - P734	EEX_FT_FEFIDX_DWE_RTE
French Peak Weekend Future	P7W1 – P7W5	
Italian Peak Day Future	PD01 – PD34	EEX_FT_POWER_DWE_EURO
Italian Peak Weekend Future	PDW1 – PDW5	
Swiss Base Week Future	FCB1 – FCB5	EEX_FT_POWER_CH
Dutch Base Week Future	Q0B1 – Q0B5	EEX_FT_POWER_TNT
Nordic Base Week Future	FBB1 – FBB5	EEX_FT_POWER_SYS

Detailed information on the product set-up is provided in the ECC Clearing Specification and in the ECC Contract Detail File, which are available for download on the ECC website. The naming convention of the above mentioned futures is based on the existing Phelix product suite.

## Clearing Process

### Registration of transactions for clearing

The transactions concluded on EEX are imported into the Eurex system and integrated into the standard clearing processes for derivative contracts. Transactions are included in the Eurex data streams and in the Eurex reports as usual. In addition, the transactions can be retrieved via the ECC Member Area after 9:30 (CET) on the next ECC business day.

The transactions are processed in the ECC settlement system SMSS for invoicing purpose using the product group mentioned above.

### Expiry and settlement

All products are settled financially in EUR. For open positions and new transactions a variation margin is calculated on every ECC business day. The settlement prices required to this end are determined by EEX in the product currency EUR and published in the Eurex system at approximately 07:00 pm (CET).

### Margining

For open positions in all new products a margin requirement will be calculated daily according to ECC's standard methodology. Open positions in the new Nordic, Dutch and Swiss Base Week Power Futures will be included in ECC's Cross Margining. Open positions in the new EEX Peak Day and Weekend Futures for the French and Italian Power Market will be excluded from ECC's Cross Margining.

Margin parameters are updated and published daily in the SPAN<sup>1</sup> parameter file on ECC's website. The margin requirements will be reported in the SPAN margin class in the Eurex Report CC050 Daily Margin.

### Fees

The following fees will be charged:

	<b>ECC Clearing Fee (in €ct per MWh)</b>
Future trades in French and Italian Peak Day and Weekend Futures	1.00
Future trades in Swiss, Dutch and Nordic Base Week Futures	0.50

The fee table will be included in the ECC Price List with the next update.

### Reporting

As EEX is recognized as a regulated market, transactions and positions in EEX French, Italian, Nordic, Dutch and Swiss Power Futures have to be reported as derivative contracts according to EMIR Article 9. Please note that ECC is offering a trade reporting service that can be used for this purpose. Clients that are already using the service will get the new set of futures included in their EMIR reporting automatically.

### Preconditions for Participation

The ECC clearing licence for Clearing Members already covers the clearing of French, Italian, Nordic, Dutch and Swiss Power Futures.

Participants who have already been registered for participation in EEX French and/or Italian Power Futures are automatically authorised to take part in trading and trade registration in the new maturities of these products. The same applies to the Nordic, Dutch and Swiss Power Futures.

---

<sup>1</sup> SPAN<sup>®</sup> is a registered trademark of Chicago Mercantile Exchange Inc., used herein under license. Chicago Mercantile Exchange Inc. assumes no liability in connection with the use of SPAN by any person or entity.