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▶ **ECC Clearing Circular 31/2016 | 2016-07-06**

Powernext – Gaspoint Nordic Cooperation

Summary

The Danish gas exchange Gaspoint Nordic A/S will join the PEGAS platform **end of 2016**. All Gaspoint Nordic gas products will then be tradable under the Powernext SA rulebook and accessible via the PEGAS trading platform.

This circular contains information regarding the operational impact on clearing and settlement at ECC.

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The Danish electricity and gas transmission system operator Energinet.dk and Powernext have agreed to integrate 100% of Gaspoint Nordic in EEX Group by taking over the remaining 50% shares and thereby jointly achieving the integration of the Danish and the Continental European gas markets.

Since ECC is the designated clearing house for both, Powernext and Gaspoint Nordic, it will remain the central counterparty for all transactions.

Products

Spot Contracts

The respective ECC product groups will be changed as shown below, as of the transition date which will be communicated to market participants in due course:

	Product group <u>before transition</u>	Product group <u>after transition</u>
Spot Contracts	GPN_ST_NATGAS ETF	PWX_ST_NATGAS ETF
Within-Day Contracts	GPN_IT_NATGAS ETF	PWX_IT_NATGAS ETF

Month-Ahead Contract

There will be no change of the ISIN code or the Eurex short code.

	ISIN code <u>before and after transition</u>	Eurex short code <u>before and after transition</u>
Month-Ahead Contracts	DK0060570042	GPNM

Admission

In order to be able to trade the Gaspoint Nordic gas products under the Powernext rulebook it is necessary to be admitted at ECC as a Powernext Trading Participant for these products. The current Gaspoint Nordic Gas Exchange members will be offered a simplified membership process at Powernext.

All ECC documents and the ECC admission status of all affected members will be checked and monitored by ECC's Member Readiness team working closely together with both, Gaspoint Nordic and Powernext.

Gaspoint Nordic members who are not yet admitted for trading natural gas at Powernext have to complete the standard admission process by handing in the respective documents such as an updated NCM-Agreement (NCM02a) which will be sent to all affected members by Powernext and is also available via ECC's website.

Invoicing

The invoicing of ECC clearing fees remains unchanged except for the above mentioned adjustments to the product group naming which are reflected in the invoices as well. VAT treatment will be identical to the situation before the transition.

As of the transfer date exchange fees will be invoiced by Powernext.

Margining

Since ECC continues to operate as clearing house for all affected products there will be no changes to margining.

Trade Reporting for Derivatives

The transfer of the respective products to Powernext will be reflected in a change of the MIC code to “XPOW” in the reported transactions and positions.

Physical Settlement

Physical settlement procedures are not affected and remain unchanged.

Further Details on the admission process, on operational impacts and the timeline will be provided in due time.