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## Migration financial settlement for BoM Products

At **29 November 2018** ECC will change the financial settlement for Balance-of-Month (BoM) future contracts with physical fulfilment. This affects all physically settled Powernext futures on Natural gas and the physically settled EEX futures on Slovakian Power as well as the fulfilment products of Phelix-DE/AT OTF Futures. The change will align the settlement procedure of physical BoM futures with usual Spot Market settlement or the optional physical fulfilment of financial futures.

In line with this change, the report CE120 ECC Delivery Report will not contain any relevant data anymore for the BoM Futures of Commodity Power and Natural Gas. Instead all payment transactions will be available in the ECC Payment Report Summary (PRS) and Payment Report Detail (PRD).

This Clearing Circular contains details on the technical setup as well as information for members to prepare for the changes.

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## Functional Changes BoM Migration

As of **29 November 2018** financial settlement of BoM future contracts will be aligned with spot market settlement and the current fulfillment of derivatives via spot markets.

Currently, for BoM contracts financial settlement is carried out latest on the business day before delivery date.

As of migration date financial settlement will take place earliest on the physical delivery day.

The following table provides an overview of an exemplary financial settlement before and after the migration. This will illustrate on which weekdays of the respective contract in delivery financial settlement will take place in relation to the physical delivery day:

Weekday	Thu	Fri	Sat	Sun	Mon	Tue	Wed
Physical Delivery Day	Thu	Fri	Sat	Sun	Mon	Tue	Wed
Financial Settlement (Current)	Physical delivery of Fri	Physical delivery of Sat_Sun_Mon	-	-	Physical delivery of Tue	Physical delivery of Wed	Physical delivery of Thu
Financial Settlement (New)	Physical Delivery of Thu	Physical Delivery of Fri	-	-	Physical Delivery of Sat_Sun_Mon	Physical Delivery of Tue	Physical Delivery of Wed

The change will take place after the financial settlement for contracts with physical delivery in November 2018 is finished. Contracts with physical delivery from December 2018 onward will be settled with the changed setup.

## Reporting Changes

Currently, the breakdown of financial settlement of BoM future contracts is visible in the report CE120 ECC Delivery Report. An aggregation of such payments on Clearing Member level is reported in report CD710 Daily Cash Account CM with transaction types 285 (DLVRY AMNT PAID) and 287 (DLVRY AMNT RECEIVED).

After the change the financial settlement will be reported in ECC Payment Report Summary (PRS) and Payment Report Detail (PRD). These reports are available at the currency specific business day proceeding the payment date at around 17:00 CET via ECC FTP or via e-mail.

An aggregation at Clearing Member level will be done with all Spot Market payments (incl. Derivatives physically settled via Spot Market). The aggregated value per Clearing Member will still be reported in report CD710 Daily Cash Account CM, available at Common Report Engine, with transaction types 297 (MISC MEMBER CASH DEB) and 298 (MISC MEMBER CASH CRD).

## Technical Product Setup

In the new payment breakdown report ECC Payment Report Detail (PRD), the identification can be done by field “ECCProductID”, which is also used for invoicing of the deliveries.

A mapping of ECC Product Short Codes and ECC Product IDs for BoM settled futures is provided below and in the most recent “ECC Clearing Specification Data” file on ECC’s website. Any BoM settled future, which will be introduced until the migration date, will also be included to this change:

ECC Short Code	ECCProductID	Product Currency
FSBM	EEX_FE_POWER_OKTE	EUR
F0BM	EEX_FE_POWER_AMP	EUR
F0PM	EEX_FE_POWER_AMP	EUR
G0BM	PWX_FE_NATGAS_NCG	EUR
H0BM	PWX_FE_NATGAS_NCG	EUR
G1BM	PWX_FE_NATGAS_OTE	EUR
G2BM	PWX_FE_NATGAS_GPL	EUR
H2BM	PWX_FE_NATGAS_GPL	EUR
G3BM	PWX_FE_NATGAS_TTF	EUR
H3BM	PWX_FE_NATGAS_TTF	EUR
G5BM	PWX_FE_NATGAS_GRTN	EUR
H5BM	PWX_FE_NATGAS_GRTN	EUR
G6BM	PWX_FE_NATGAS_TRS	EUR
H6BM	PWX_FE_NATGAS_TRS	EUR
G8BM	PWX_FE_NATGAS_CEGH	EUR
H8BM	PWX_FE_NATGAS_CEGH	EUR
G9BM	PWX_FE_NATGAS_NBP	GBX
H9BM	PWX_FE_NATGAS_NBP	GBX
GABM	PWX_FE_NATGAS_ZEE	GBX
HABM	PWX_FE_NATGAS_ZEE	GBX
GBBM	PWX_FE_NATGAS_ZTP	EUR
HBBM	PWX_FE_NATGAS_ZTP	EUR
GCBM	PWX_FE_NATGAS_PSV	EUR
HCBM	PWX_FE_NATGAS_PSV	EUR
GDBM	PWX_FE_NATGAS_ETF	EUR
HDBM	PWX_FE_NATGAS_ETF	EUR

## Roll-out

The migration of the financial settlement will take place at 29 November 2018. The last day, when transactions will be available in report CE120 for BoM settled futures will be in the End-of-Day report of 28 November 2018 with value date 29 November 2018.

The ECC Payment reports PRS and PRD created at 30 November 2018 for value date 3 December 2018 will contain the transactions for the first delivery days of month December.

ECC will offer a member simulation in September 2018 for interested Clearing Members. During this time ECC will process available transactions in Simulation environment and distribute the payment reports to the registered participants. To participate in the Member Simulation, please contact [c7@ecc.de](mailto:c7@ecc.de). Further details will be provided to all interested participants after registration.