

Launch of new products and expiries on EEX's Power and Freight derivatives markets

Summary

From 25 November 2024 onwards, ECC will offer clearing services for several new products and expiries on the EEX Power and Freight derivatives markets.

This Clearing Circular contains information regarding the product setup, clearing and settlement processes as well as the preconditions for participation.

Contact

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Product Setup

The new products will be set up as follows within the ECC clearing system:

New EEX Irish SEM Power Base Futures

EEX Short Code	Name	SMSS Product Group
IRBM	EEX Irish SEM Power Base Month Future	EEX_FT_POWER_IRL
IRBQ	EEX Irish SEM Power Base Quarter Future	
IRBY	EEX Irish SEM Power Base Year Future	

New Freight Futures and Options

EEX Short Code	Name	SMSS Product Group
S11F	EEX Baltic Supramax 11TC Freight Month Future	EEX_FT_FREIGHT_TC_USD
OS11	EEX Baltic Supramax 11TC Freight Month Option	EEX_OT_FREIGHT_TC_USD
OC05	EEX Baltic Capesize C5 Freight Month Option	EEX_OT_FREIGHT_CS_USD
Available for trade registration only		

New LNG Freight Futures

EEX Short Code	Name	SMSS Product Group
LNG1	EEX Baltic LNG Route BLNG1 174 Freight Month Future	EEX_FT_FREIGHT_BLNG_USD
LNG2	EEX Baltic LNG Route BLNG2 174 Freight Month Future	
LNG3	EEX Baltic LNG Route BLNG3 174 Freight Month Future	
Available for trade registration only		

Extended expiries for EEX Power Futures

Product	Name	Tradable Maturities
FOBS*	EEX Japanese Power Tokyo Area Base Season Future	From 4 to 8 Seasons
FOPS*	EEX Japanese Power Tokyo Area Peak Season Future	
FQBS*	EEX Japanese Power Kansai Area Base Season Future	
FQPS*	EEX Japanese Power Kansai Area Peak Season Future	
F7BY	EEX French Power Base Year Future	From 6 to 10 Years
Q0BY	EEX Dutch Power Base Year Future	
*Available for trade registration only		

Detailed information on the product setup is provided in the EEX Contract Specification, EEX Contract Specification for Trade Registration and in the ECC Contract Details File.

Clearing Process

General

The transactions will be imported into the C7 clearing system and integrated into the standard clearing processes for derivatives contracts. Transactions are included in the C7 data streams and on the Common Report Engine (CRE) reports. In addition, transactions can be retrieved via the ECC Member Area after 9:30 am CE(S)T on the next ECC Business Day. Please be aware of the specifics for the processing of transactions in Japanese Power Future. Please refer to *Clearing Circular 7/2020 – Introduction EEX Japanese Power Futures* for more information.

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

Financial settlement

All products are settled financially in EUR, USD or JPY respectively. For the open positions at the end of each ECC Business Day a variation margin is calculated using the settlement prices obtained from EEX. The settlement prices are published in the C7 system at approximately 7:00 pm CE(S)T on each ECC business day.

Please be aware of the specifics for the financial settlement of Japanese Power Future. Please refer to *Clearing Circular 7/2020* for more information.

Initial Margining

For open positions, an initial margin will be calculated on each ECC Business Day according to ECC's standard methodology. Margin parameters are updated and published in the SPAN®¹ parameter file on the ECC website.

The initial margin requirements will be reported in the SPAN® margin class in the Report CC750 Daily Margin.

Fees and Invoicing

The following standard clearing fee applies according to the ECC price list.

Product	ECC Clearing Fees
New EEX Power Futures	
EEX Irish SEM Power Base Futures (Month, Quarter, Year)	0.005 €/MWh
New EEX Freight Futures and Options	
EEX Baltic Supramax 11TC Freight Month Future	1.40 \$/day
EEX Baltic Supramax 11TC Freight Month Option	
EEX Baltic Capesize C5 Freight Month Option	1.40 \$/t
New EEX LNG Freight Futures	
EEX Baltic LNG Route BLNG1 174 Freight Month Future	1.40 \$/day
EEX Baltic LNG Route BLNG2 174 Freight Month Future	
EEX Baltic LNG Route BLNG3 174 Freight Month Future	

EMIR Reporting

Please note that EEX future contracts must be reported according to EMIR Article 9. Therefore, ECC's EMIR Data Services will automatically be extended to the new products.

¹ SPAN® 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.

Preconditions for Participation

Clearing Members

The ECC clearing license already covers the clearing of these futures, provided the Clearing Member fulfills the preconditions for settlement in the respective currency. Clearing Members are kindly requested to check the product assignments and quantity limits for their NCMs accordingly.

Non-Clearing Members

Trading participants already approved for the corresponding product groups will automatically gain access to the product extensions and additional expiries. Those approved to trade EUR-settled Power Futures will be enabled to trade the new Irish Power Futures, and participants approved for USD Freight Futures will automatically be granted access to the new Freight and LNG Futures.

Please contact EEX Customer Care (membership@eex.com or +33 (0)1 70 36 33 42) in case of any questions regarding the admission process.

Clients not yet active on EEX are invited to start the admission process to become an Exchange Member or to explore options of indirect market access via one of the several market access providers to EEX Markets. Please reach out to the EEX Sales Team (sales@eex.com or +49 341 2156-555) to learn more about the possibilities and to start the onboarding process.

Indirect Clients

EEX Futures are available for trading and clearing without the need for direct membership. Please contact an ECC registered General - Clearing or Non-Clearing Member to discuss indirect access possibilities.