

News

Launch of EEX EGSI Financial Gas Futures

Summary

From **28 June 2021** ECC will offer clearing services for EEX Financial Gas Futures (EEX EGSI Futures) on Natural Gas for the market areas TTF, NCG (THE as of 1 October 2021) and CEGH VTP.

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

Physical Settlement

Financial Settlement

Risk Management

Information Technology

Contact

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Product Setup

The EEX EGSI Futures will be set up as follows within the ECC clearing system:

Product	Name	SMSS Product Group
G301 – G334	EEX TTF EGSI Natural Gas Day Future	EEX_FT_FINGAS_DWE_TTF
G3W1 – G3W5	EEX TTF EGSI Natural Gas Weekend Future	
G3F1 – G3F5	EEX TTF EGSI Natural Gas Week Future	EEX_FT_FINGAS_W_TTF
G3FM, G3FQ, G3FS, G3FY	EEX TTF EGSI Natural Gas Month, Quarter, Season, Year Future	EEX_FT_FINGAS_TTF
GG01 – GG34	EEX NCG EGSI Natural Gas Day Future	EEX_FT_FINGAS_DWE_THE
GGW1 – GGW5	EEX NCG EGSI Natural Gas Weekend Future	
GGF1 – GGF5	EEX NCG EGSI Natural Gas Week Future	EEX_FT_FINGAS_W_THE
GGFM, GGFQ, GGFS, GGFY	EEX NCG EGSI Natural Gas Month, Quarter, Season, Year Future	EEX_FT_FINGAS_THE
G801 – G834	EEX CEGH VTP EGSI Natural Gas Day Future	EEX_FT_FINGAS_DWE_CEGH
G8W1 – G8W5	EEX CEGH VTP EGSI Natural Gas Weekend Future	
G8F1 – G8F5	EEX CEGH VTP EGSI Natural Gas Week Future	EEX_FT_FINGAS_W_CEGH
G8FM, G8FQ, G8FS, G8FY	EEX CEGH VTP EGSI Natural Gas Month, Quarter, Season, Year Future	EEX_FT_FINGAS_CEGH

Detailed information on the product setup is provided in the ECC Clearing Specification and in the ECC Contract Detail File, which are available for download on the ECC website.

Clearing Process

EEX EGSI Futures will be processed similarly to other financial EEX futures settled by ECC.

Registration of transactions for clearing

The transactions concluded on EEX will be imported into the ECC clearing system C7 and integrated into the standard clearing processes for derivative contracts. Transactions are included in the C7 data streams and in the C7 reports. In addition, the transactions can be retrieved via ECC Member Area after 9:30 am CE(S)T on the next ECC business day.

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

Financial settlement

The products are settled financially in EUR. 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.

Margining

For open positions an initial margin will be calculated according to ECC's standard methodology (SPAN¹). Margin parameters are updated and published daily in the SPAN 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 fees will be charged according to the ECC Price List:

Transaction	ECC Clearing Fee
EEX TTF EGSI Day/Weekend/Week Future	0.01 €/MWh
EEX TTF EGSI Month/Quarter/Season/Year Future	0.002 €/MWh
EEX NCG EGSI Day/Weekend/Week Future	0.01 €/MWh
EEX NCG EGSI Month/Quarter/Season/Year Future	0.0025 €/MWh
EEX CEGH VTP EGSI Day/Weekend/Week Future	0.01 €/MWh

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

EEX CEGH VTP EGSi Month/Quarter/Season/Year Future	0.0025 €/MWh
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ECC and EEX AG will waive clearing and transaction fees for the initiation of a transaction in EEX EGSi Futures until 31 July 2022. In addition, ECC and EEX AG will always waive the clearing and trading fees for the gas leg-trade of a Spark Spread.

EMIR Reporting

Please note that EEX futures have to be reported according to EMIR Article 9. Therefore ECC's EMIR Data Services will automatically be extended to this product.

Preconditions for Participation

Clearing Member

The ECC clearing licence for Clearing Members already covers clearing of the new EEX EGSi Natural Gas Futures.

Non-Clearing Member

Trading Participants already admitted at EEX for trading in EEX Natural Gas Futures for the market areas TTF, NCG or CEGH VTP will automatically be able to trade the EEX EGSi Futures for the respective market area without any actions required on their side unless they actively opt-out via E-Mail to EEX Customer Care (membership@powernext.com) until 21 May 2021.

Trading Participants that are already admitted for trading on the EEX Derivatives Market, but not to trade any of the above mentioned products, are asked to submit an E-Mail requesting admission to trade the EEX EGSi Futures to the EEX Customer Care Team, including information about the relevant market area and the group of traders which should be activated.

Trading Participants not yet admitted to the EEX Derivative Market, are asked to submit the market extension form (A01a) to the EEX Customer Care Team in combination with an E-Mail specifying the relevant market area and the group of traders which should be activated.

EEX Customer Care will confirm case by case if any additional information is needed.

In addition, Trading Participants interested in trading the new EEX EGSi Future are asked to also contact their respective Clearing Member to ensure that they are set up properly and that the Clearing Member has provided ECC with the necessary consent.

The setup and admission to the new products will be confirmed to each member via a Notification letter from EEX Member Readiness.

Any questions regarding the admission to trade EEX EGSF Futures may be raised with EEX Customer Care (membership@powernext.com or phone +33 1 73 03 76 88) or EEX Member Readiness (memberreadiness@ecc.de or phone +49 341 24680-261).