



Clearing Notice SIX x-clear Ltd

Member notification concerning increase in initial contribution for the Inter-CCP Financial Contribution Fund

1.0 Overview

The purpose of this clearing notice is to provide information about the increase in the initial contribution for the Inter-CCP Financial Contribution Fund and explain the rationale behind the move.

Due to significant changes in the margining models of our CoCCPs, which have been driven by regulatory requirements, as well as due to ongoing market volatility, SIX x-clear has recorded substantially higher CoCCP margin requirements in the past couple of weeks.

SIX x-clear has therefore been forced to increase the existing initial contribution for members from CHF 100 million to CHF 200 million in total.

SIX x-clear will contribute the same amount of CHF 200 million to the Inter-CCP Financial Contribution Fund, resulting in a total fund size of CHF 400 million.

In accordance with the SIX x-clear Clearing Terms, we are informing you 30 days in advance of the intended change of the initial contribution.

2.0 Effective date

May 7, 2014

3.0 Impact on clients

- SIX x-clear will assess the new financing contribution requirements for each individual client due to the higher margin requirements of the CoCCPs (in accordance with paragraph 4.3 of the Financing Agreement for the financing of the Inter-CCP-Collateral) and inform members accordingly.
- Members must make available the higher financing contributions to SIX x-clear by 12 noon on May 7, 2014.
- Please note that in the event of exceptional circumstances such as triple witching days, SIX x-clear may require additional collateral to cover the CoCCP requirements, resulting in additional financing contributions (intra-month credit call). As per chapter 5 of the Financing Agreement for the financing of Inter-CCP Collateral, this additional requirement may be up to double the initial financial contribution requirement for each individual client.
- Please note that additional financing contributions must be transferred within 60 (sixty) minutes of receipt of the credit call in accordance with paragraph 5.2 of the Financing Agreement for the financing of the Inter-CCP Collateral.



Clearing Notice SIX x-clear Ltd

3.1 **Legal framework**

Please be advised that the amount of the fixed fund for Inter-CCP Financial financing contributions will be changed in the Clearing Terms of SIX x-clear Ltd from CHF 200 million to CHF 400 million.

The updated Rules and Regulations of SIX x-clear Ltd; the Clearing Terms of SIX x-clear Ltd for MTFs can be found at www.six-securities-services.com > Clearing > Download Center.

4.0 **Contact**

For further assistance, please contact the SIX x-clear Risk Management Operations team.

E-mail: xclearops@sisclear.com

Tel: +41 58 399 4323