CCP.A New Clearing System

Go-Live 29.06.2020

ERSTE Group

Changes with implementation of the new Clearing System

- Hold and Release funcionality: will no longer be supported on clearing system level

- Settlement:
  - Only 1 settlement run per settlement day (SD) – no more interim settlement runs during the day. Settlement instrucitons will be sent only for the night time settlement run at 5:00 p.m.
  - No daily cancellations of unsettled or partially unsettled instrucitons after T2S DVP cut-off – they remain in status pending in T2S for the remaining clearing cycle

- Transaction Management in T2S: will be handled by OeKB CSD
  - Claims and Transformations will be handled and processed by OeKB CSD directly.
  - To process corporate action events on instructions, which failed to settle on record date, the following reference dates for the detection of Claims and Transformations are used:
    - Exdate (XDTE)
    - Record Date (RDTE)
    - Trade Date (TRAD)
    - Effective Settlement Date (ESET)

Changes with implementation of the new Clearing System

- Claims and Transformation instruction is generated, where
    - TRAD<XDTE and
    - ESET>RDTE

  The new Clearing System enables processing of status information (MT548) and settlement replies (MT54X) received from corporate actions event types
    - Transformations
    - Market Claims distribution in assets only (received from OeKB CSD) – claims with distribution in cash are not subject of further processing in the clearing system (the same as today/no changes)

Changes with implementation of the new Clearing System

- Buy-In & Cash Settlement
  - With implementation of the new clearing system, CCP.A will adjust and apply the asset type defaults in accordance with RTS Settlement Disciplince (Art. 36 ‚Extension Period‘)

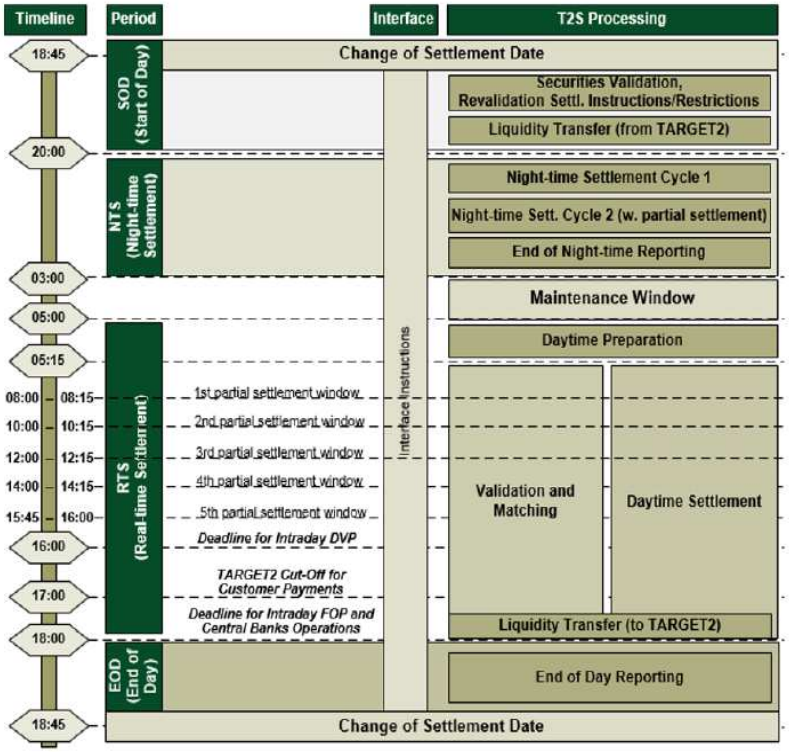
  An asset type default table combines
    - Asset class (stocks, bonds, certificates, funds, rights, warrants)
    - Market segment (ISO MIC codes) and
    - Liquidity (liquid or illiquid)

  And is used to set based on the defined number of business days the following dates:
    - Intended settlement date (ISD)
    - End of validity date (VD) = end of extension period acc. To Art. 36 SDR
    - Buy-in date (BI) and
    - Cash-settlement date (CS)

- Default Fund
  - Minor change: the fixed DF amount will be replaced by a minimum amount of € 50 tsd. for DCMs and € 250 tsd. for GCMs

Changes with implementation of the new Clearing System

- T2S daily processing



- **5:00 p.m. CCP.A sends settlement instructions for the next settlement day (SD-1)**

18:45 Change of Settlement Date

- **8:00 p.m. night-time settlement starts in T2S**
  - 2 batch processing cycles
  - 1 partial settlement cycle
- **5:15 a.m. day time settlement starts in T2S**
  - real-time settlement with 5 partial settlement windows
- **4:00 p.m. T2S DVP cut-off**

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