

# One Clearing House for Europe

Euronext Clearing, the European Clearing House providing a harmonised clearing framework across Euronext venues



**EURONEXT CLEARING**

# Editorial



**Our ambition is to make Euronext Clearing the CCP of choice for Euronext’s cash, financial and commodity derivatives markets across Europe.**

We announced in November 2021 our ambition to make Euronext Clearing the CCP of choice for Euronext’s cash, financial and commodity derivatives markets across Europe. Euronext will thus be able to directly manage this key client service, aligning strategic priorities across trading and clearing to provide a harmonised clearing framework across Euronext trading venues. This is part of the Euronext strategic plan “Growth for Impact 2024”, which aims to build the leading market infrastructure in Europe.

In order to maximise value for our clients, we are also enhancing Euronext Clearing with a new risk framework, providing our clients with cutting-edge clearing technology, and looking at optimising our offering through the efficiencies of an upscaled business model.

**We look forward to working with you as we build our European CCP together.**



**ANTHONY ATTIA**

Global Head of Primary Markets and Post Trade, Euronext



**MARCO POLITO**

Chief Executive Officer, Euronext Clearing

# About Euronext Clearing

Euronext Clearing, formerly CC&G, is a multi-asset clearing house that offers robust risk management across a range of trading venues, including Euronext Milan and fixed income electronic trading platform MTS. It covers a wide range of asset classes including equities, ETFs, closed-end funds, financial and commodity derivatives, bonds and repos.

Euronext Clearing's value proposition is to provide best-in-class CCP services for trades on financial instruments admitted to trading on the regulated markets and MTFs it clears, ensuring the efficient and safe functioning of the markets.

As a key element of its role, Euronext Clearing assures the implementation of a robust risk management framework and a set of rules and procedures to ensure full compliance with the applicable regulatory environment. It aims to provide fully integrated and seamless Straight-Through Processing (STP), from trade capture up to final settlement in the designated local Central Securities Depositories (CSDs) or the International Central Securities Depository (ICSD).

Euronext Clearing is committed to contributing to the protection of its members and their clients across multiple jurisdictions in Europe, promoting and offering its services in an equitable, transparent and non-discriminatory manner. As part of its risk mitigation role, it undertakes consultation processes in the case of regulatory amendments and the implementation of new regulations and services.

**Euronext Clearing is being expanded to become a European clearing house, with teams in Italy, France and the UK.**

# Euronext Clearing for you

## What will the new Euronext Clearing mean for our customers?

A new cross-border multi-asset clearing house offering clearing services across all Euronext markets with:



A harmonised clearing framework across Euronext markets



Cost efficiencies including cross-margining, offsetting and cross-venue netting



New state-of-the-art VaR-based risk model



One default fund for equities and derivatives across the Euronext markets



Cutting-edge clearing technology



Robust risk management



Agile innovation capabilities including improved time-to-market for new products

Trading and clearing aligned for market participants across the whole of the trading value chain.





# Value-at-Risk margin methodology

Financial markets have become increasingly complex, requiring the regular application of new standards. One of our main priorities is therefore to ensure that the Euronext Clearing risk framework is aligned with best market practices, so that markets can operate efficiently and safely at all times.

## A NEW DYNAMIC VaR-BASED MODEL

We have developed a new VaR-based margin methodology for the clearing of Fixed Income, Equity and Equity Derivatives. The new dynamic VaR-based model is based on the constant re-evaluation of a significant number of risk factor scenarios at portfolio level.

The new model forms part of our ongoing commitment to provide the financial ecosystem with increasingly efficient and robust solutions for the capture and allocation of systemic risk.

## Technology

In preparation for the expansion of Euronext Clearing to handle clearing for the Euronext markets across Europe, the clearing system is being reinforced with cutting-edge technology. It will include:

- a new GUI
- on-demand tailor-made reports accessible to every market participant.

## ROLLING OUT NEW CLEARING TECHNOLOGY

Delivery of the enhanced clearing system will begin in 2023 with the migration of Cash Markets to the new technology (pending operational readiness and regulatory approval).

## MIGRATION KEY MILESTONES:

Q4 2023

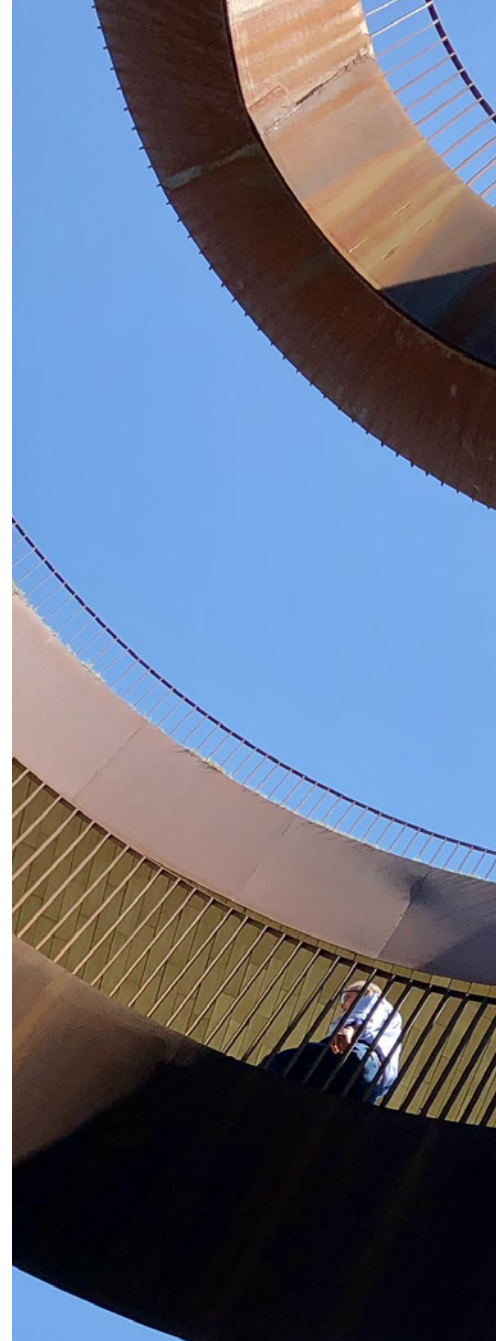
Cash Markets migration



Q3 2024

Financial and Commodity  
Derivatives Markets  
migration

All dates are indicative and depend on operational readiness and regulatory approval



# Contact

**Euronext Clearing**  
**Via Tomacelli, 146**  
**00186 Rome**  
Italy

**Euronext Clearing**  
**Piazza degli Affari, 6**  
**20123 Milan**  
Italy

**Euronext Clearing**  
**14, place des Reflets**  
**92054 Paris La Défense Cedex**  
France

**Euronext Clearing**  
**10th floor, 110 Cannon Street**  
**London EC4N 6EU**  
United Kingdom

**[ccp-sales@euronext.com](mailto:ccp-sales@euronext.com)**



---

This publication is for information purposes only and is not a recommendation to engage in investment activities. This publication is provided "as is" without representation or warranty of any kind. Whilst all reasonable care has been taken to ensure the accuracy of the content, Euronext does not guarantee its accuracy or completeness. Euronext will not be held liable for any loss or damages of any nature ensuing from using, trusting or acting on information provided. No information set out or referred to in this publication shall form the basis of any contract. The creation of rights and obligations in respect of financial products that are traded on the exchanges operated by Euronext's subsidiaries shall depend solely on the applicable rules of the market operator. All proprietary rights and interest in or connected with this publication shall vest in Euronext. No part of it may be redistributed or reproduced in any form without the prior written permission of Euronext.

Euronext refers to Euronext N.V. and its affiliates. Information regarding trademarks and intellectual property rights of Euronext is located at [euronext.com/terms-use](https://euronext.com/terms-use).

© 2023, Euronext N.V. - All rights reserved.