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Eurex Repo Functional Information

Changes in the Repo Market – Special segment

**Contact:** Eurex Repo Sales

**Importance:** Medium priority

**Summary:**

This Functional Information outlines two changes in the Repo Market - Special segment applicable from March 2, 2020.

**Firstly,** in order to harmonize the minimum rating requirements across the value chain of trading and clearing, Eurex Repo reduces the current minimum rating of A- to **BBB- for Specials in the Repo Market.** Hence, Eurex Repo’s new minimum rating matches the minimum rating of Eurex Clearing. In general, assets may be ineligible due to missing rating information, missing master data or out-dated price information (Eurex Clearing Circular 085/12).

As a result, about 1,729 additional instruments will be tradable in the Special Repo segment.

Please find a draft of the instrument list that will be included by March 2, 2020.

**Instruments to be included in the Special Repo segment – only draft**

Based on the minimum rating adjustment in the Special Repo segment, additional 45 Inflation Linked Bonds out of Belgium, Spain, France, UK and Italy will be included, which covers following inflation indexes:

- UK - All Items Retail Prices Index (RPI)
- France - Consumer Price ex-tobacco Index (CPI)
- Eurozone - Harmonised Index of Consumer Prices ex tobacco (HICP).

Please find attached the list of the Inflation Linked Bonds:

**Inflation Linked Bonds to be included in the Special Repo segment – only draft**

**Secondly,** since Ireland’s issuer rating was upgraded by external agencies end of last year, Eurex Repo includes **Ireland as eligible issuer residence for Specials in the Repo Market.** Therefore, 25 Irish government bonds with an issue volume of EUR 139 billion will become eligible.

On the following link you will find the drafted instrument list for eligible Irish government bonds:
Irish instruments to be included in the Special Repo segment – only draft

Eligible instrument list of the Special Repo segment – daily updated

Best regards,

Your Eurex Repo Team

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