

Eurex T7 Release 14.0 - Focus Call Q&A

General Release

Q: If my firm does not utilize any of the new enhanced workflows in the T7 release 14.0, what should we do to be compliant with the new version aside from updating the version from 13.1 to 14.0 on our messaging?

A: Compliance depends on the functionality the participant wishes to use in the new release. If there is no interest in a specific functionality provided in T7 release 14.0, no additional action is needed aside from utilizing the new templates. However, if a specific feature is desired, additional adjustments are required besides changing the version number.

Self-Match Prevention (SMP)

Q: Will there be a function that the FCM can set to determine the order allocation type, or is that defined at the product level?

A: Order allocation is typically time allocation, pro-rata, or time pro-rata, which cannot be set by the trader. In the context of the SMP enhancement, the trader can choose the SMP deletion instruction when entering an order. There is no member-specific SMP default. If the trader omits the SMP deletion instruction, the default set by the exchange will apply.

Q: The new full SMP model will not be available at the initial go-live. When will all options be available after go-live? When will the default rule move from netting to cancel resting?

A: The new release will be introduced on November 10th, and the SMP deletion instruction “cancel aggressive and passive” (also denoted as “cancel netting”) will be supported as the only SMP deletion instruction as before the launch of T7 Release 14.0. The additional SMP deletion instructions “cancel aggressive” and “cancel passive” will be activated on December 1st, and the SMP default deletion instruction will be set to “cancel passive” at that time.

Q: Could you please outline the fee structure for SMP?

A: The fee structure has been adapted. Any passive order quantity deleted in the context of a SMP event will be charged a flat SMP fee. There is no product differentiation or rebates. The deletion instruction “cancel aggressive” will not incur SMP fees. Overall, members are expected to pay less in SMP fees as the flat fee will be lower than the usual trading fee.

Q: Will the improved SMP and sponsored access be made available on EEX?

A: This is technically possible but it is the responsibility of EEX to decide whether the new functionality is supported in EEX markets.

Q: When will the new SMP functionality be available in simulation? Currently when entering cancel aggressive or passive in the XT7 GUI, there is an error message “invalid SMP instruction.”

A: The new release has been introduced in simulation, but the new SMP deletion instructions have not yet been activated. They will be activated next week on 11 September. Currently, only the cancel passive SMP deletion instruction is available. (Status of Focus Call 3 Sept).

Sponsored Access (SpA)

Q: Where will the risk management solution for price validation, throttling, and MOV (maximum order value) be set?

A: Price validation (both tight and extended) is set by exchange, but SpA providers can set a flag for their SpA traders to allow or not allow to skip tight price check. . MOV limits can be set via T7 admin GUI in the user maintenance wizard. Throttling limits are fixed for the sessions and cannot be configured by members.

Q: Can the Sponsored Access user company's own infrastructure include a service provider's infrastructure?

A: They should be able to connect their own infrastructure.

Q: Would the sponsored access provider need to have a participant provider relationship with the service provider covering the relevant business unit? That is, the ETI sessions would need to be configured in member section to allow connection to the T7 via the service provider's network installation?

A: Sponsored access companies, as indirect participants, will have their own connectivity agreement, but their sessions will be ordered by a member section by their SpA provider. The provider will represent the whole business unit, and each user company will be within this unit as sub-business units. The ETI sessions in T7 will be configured by the sponsored access provider for their SpA user companies.

Q: Does this mean sponsored access clients cannot trade until limits are set? In today's world, all limits are optional.

A: In order to be compliant with MiFID rules, SpA providers need to make sure that they set these mandatory risk limits for their SpA user companies. Of course, SpA traders will technically be able to trade without setting these limits, since there is no technical validation on T7 side. However, please be aware that as part of monitoring their SPA user companies' trading activity is part of SpA provider's responsibility, they need to be compliant with MiFID rules and set the corresponding risk limits for their SpA user companies accordingly.

Learn more about T7 Release 14.0 on our dedicated initiative page under the following link:

Support > Initiatives & Releases > [T7 Release 14.0](#)

System documentation, circulars, timeline and much more information is available there for you.

If you have any questions or comments, please do not hesitate to contact us at: client.services@eurex.com.