

Questions		Answers
Membership		
1	Q : How will trading members of Luxembourg access the NYSE Euronext market, and how will NYSE Euronext trading members access the Luxembourg market ?	A : The procedure is the same either way. The member applies to his legal authority for an extension to a new market. The authority transmits to the concerned Stock Exchange which studies the application. Meanwhile the testing can begin. Refusal is unlikely to happen on the Luxembourg Stock Exchange due to agreements between NYSE Euronext and Luxembourg Stock Exchange. Luxembourg will deliver the authorisation at no cost.
2	Q : Will LCH.Clearnet need a Power of Attorney for the members account in Euroclear-bank and Clearstream Banking Luxembourg ?	A : Yes it is mandatory for the launch.
Products		
3	Q : How and what will LCH.Clearnet send the securities database ?	A : LCH.Clearnet's securities database (data referential) will be updated by Luxembourg stock Exchange. LCH.Clearnet will send the guaranteed and non-guaranteed securities via the Public File Cash Data Referential 353 – 2nd vacation (morning vacation) and the Cash Data Referential 453 – 1st vacation (evening vacation).
Trade registration		
4	Q : Will the netting procedure on Luxembourg be different from the other CCP exchanges?	A : The netting will be identical to the one occurring on the NYSE Euronext markets (Paris, Brussels, Amsterdam and Lisbon). Although the instruments are mainly bonds they will be processed through LCH.Clearnet's clearing system (equities).
Position management		
5	Q : Which buy-in rules will be applied ?	A : LCH.Clearnet's buy-in rules applied will be the same as for the other cash markets. The buy-in delay of 7 days will apply. The buy-in will be performed on the 8th day following the settlement day.
Settlement functions		
6	Q : In which currency will occur the settlement ?	A : The trade will be settled in the payment currency. 16 currencies are accepted in Full-CCP and Pass-Through.
7	Will the fact that settlement is being done by Euroclear-Bank instead of Euroclear CSD be an issue from a technical side ?	A : The difference is mainly that settlement instructions will be sent by Swift messages.
Risk management		
8	Q : Which currency will be used for margin-calls ?	A : Margin-calls will be done in Euro. The change rate will be the one of the closing previous day.
9	Q : Can the margin be withdrawn via our existing Payment Agent who handles our Amsterdam, Brussels and Paris business?	A : Yes. The margin can be centralised in the flow going to your Payment Agent handling your Amsterdam, Brussels and Paris business or not, depending of your choice on the activity structure.
Tariff and fees		
10	Q : What is the cost for an LCH.Clearnet's member to clear on the Luxembourg Market ?	Q : The Luxembourg market is seen as a membership extension. A letter of intention has to be sent to LCH.Clearnet. No cost will be generated by LCH.Clearnet for the extension of a membership to the Luxembourg market.
11	Q : What will the Clearing, Transaction and Delivery fees be ?	Q : The applicable fees for guaranteed trades are the ones applied on the other securities markets cleared by LCH.Clearnet SA: <ul style="list-style-type: none"> • Clearing Fees: same principle as for the other securities markets cleared by LCH.Clearnet SA • Delivery Fees: LCH.Clearnet SA's policy is applicable i.e. recharge CMFs with delivery fees as charged by the ICSDs (DVP costs). The Swift Fees will be included in the Delivery Fees. The applicable fee for non-guaranteed trades is EUR 0.05 by trade leg.
12	Q : Which currency will be used for fees ?	A : Fees will be done in Euro. The change rate will be the one of the closing previous day.
13	Q : Can the fees be withdrawn via our existing Paying Agent who handles our Amsterdam and Paris business?	A : Yes. The fees can be centralised in the flow going to your Payment Agent handling your Amsterdam and Paris business or not, depending of your choice on activity structure.
Specifications		
14	Q : Will Luxembourg's prices and SPAN files be provided alongside the existing exchange data ? The procedure of sending accepted trade files, SIF files and BIF files will be identical to the other NYSE Euronext markets ? Will LCH.Clearnet still be the provider for files like "Closing price", "Margin" etc. ?	A : There is absolutely no change in the files formats or functionalities. So, if any file is sent to a Clearing Member for NYSE Euronext market it will be sent the same way for the Luxembourg market, following the same rules of construction and format. Ex. for construction rules : - If a file requests a file by market, then there will be a new file for BdL, - If there is only one file containing all the markets the file will contain BdL on top of the other markets.
Miscellaneous		
15	Q : Did NYSE Euronext merge with "Bourse de Luxembourg" ?	A : "Bourse de Luxembourg" and NYSE Euronext created an EEIG (European Economic Interest Group) LuxNet. Further information on : www.bourse.lu
16	Q : This project did not appear in the PAG Fixed income commity nor did it a the FIOWP meeting. Why ?	A : To compensate the 'Luxembourg Stock Exchange' the cash process-line was chosen using NYSE Euronext Trading system and LCH.Clearnet SA cash clearing system for. These are not fixed-income process lines which PAG Fixed Income and FIOWP deal with.