



Member Notification

EquityClear SA: Cash Equity migration to VaR Testing plan reminder

20 January 2022

Dear Clearing Members,

We would like to remind you the opening of our SA Cash Equity VaR / expected shortfall model testing phase on 10 JAN 2022, mirroring the target set up from both a technical and methodology standpoint.

Portal UAT environment had been switched on to this new methodology and the set of clearing & risk files are currently distributed accordingly.

As previously announced via our [22th December, 2021 bulletin](#), this testing phase encompasses 2 steps, for an **early April Go Live date**:

- **Step 1 – 10 JAN 2022 to 14 JAN 2022: integration testing phase**
 - Test recommendation: risk files integration
 - To be noted: as specified, NCM Add-On Margin file has been removed from UAT as this report will no longer exist after go live,
 - Please keep in mind those margins are integrated into NCM Margins files.

- **Step 2 – 17 JAN 2022 to 11 MAR 2022: functional testing phase**
 - Test recommendation: risk files integration, Initial margins and additional margins calculations, treasury report integration
 - To be noted: Treasury report will integrate the initial margin amount into the field FIM.

As a reminder all functional and technical documentations are available in the Secure Area link ([LCH Group - Secure Area](#)).

To ensure smooth and successful go live we need you to start as soon as possible these tests. As per the above, we'd welcome your feedback on your intended start test date and plans before the 28th January 2022 at the latest.

SA EquityClear Business Development & Relationship Management team (SAEquityClear@lch.com) remains at your disposal for any questions.

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