X-pand into the **Future**

eurex *circular 080/07*

Date: Frankfurt, May 3, 2007

Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors

Authorized by: Peter Reitz

U **Action required** U **High priority**

Single Stock Futures: Introduction of three British SSFs, Margin Parameters for all British SSFs

Related Eurex Circulars: 228/06, 231/06, 022/07, 060/07

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Content may be most important for:

Ü All departments

Attachments:

Updated sections of:

1. Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich
2. Clearing Conditions for Eurex Clearing AG
3. Price List
4. Conditions for Utilization of the OTC Trade Entry Facilities (General Conditions for Participation)

Summary:

The Management Boards of the Eurex Exchanges and the Executive Board of Eurex Clearing AG decided on the introduction of Single Stock Futures (SSF) on another three British shares as of **May 21, 2007**. Thus, a total of 20 SSFs on British shares will be admitted to trading at Eurex.

For all British SSFs a six months' fee holiday has been granted until November 30, 2007.

Clearing Members are required to establish an additional infrastructure in order to settle cash payments resulting from variation margins, transaction fees and amounts initiated through position transfers with cash in British pound by May 21, 2007. For this purpose, it is essential that Clearing Members return the appropriate forms and documents to Eurex Clearing AG as soon as possible.

Single Stock Futures: Introduction of three British SSFs
Margin Parameters for all British SSFs

A. Trading

1. Introduction Date

Eurex will extend the Single Stock Futures segment by including another three Single Stock Futures on British shares as of May 21, 2007. With this step Eurex expands its products range of British pound-denominated derivatives.

2. Product Overview

Futures on	Underlying ISIN	Eurex currency	Eurex country code	Eurex product code	Product ISIN	Contract size	Minimum price change in pence
HANSON	GB0033516088	GBP	GB	HNSF	DE000A0ME387	1000	0.01
LONMIN	GB0031192486	GBP	GB	LMIF	DE000A0ME395	1000	0.01
MAN GRP	GB00B16BRD58	GBP	GB	EMGF	DE000A0ME4A7	1000	0.01

All the above-mentioned SSFs will be quoted in pence.

Other than announced in Eurex circular 060/07 the minimum price change in all British stock futures will be 0.01 pence.

3. Contract Specifications and Product Parameters

The Contract Specifications for the new British SSFs will be the same as for the existing ones. For details please see below table:

Contract size	1000 shares
Minimum price change	0.01 pence
Contract months	Up to three years; the next twelve calendar months and the two following yearly contract months out of the December cycle
Last trading day	The third Friday of the respective contract month, if this is an exchange trading day; otherwise, the following exchange trading day.
Settlement	Cash settlement on the basis of the final settlement price due on the first exchange trading day after the last trading day
Daily settlement price	Established by Eurex on the basis of the closing price of the respective shares calculated by the electronic trading system of London Stock Exchange plus the appropriate costs of carry
Final settlement price	Fixed by Eurex on the basis of the closing price of the respective shares calculated by the electronic trading system of London Stock Exchange on the last trading day
Trading hours	08:55 until 17:45 CET

The start of Pre-Trading (07:30), Post-Trading Full (17:45), Late 1 (18:30) and Post-Trading Restricted (20:00) as well as the OTC block-trading time (08:55 - 18:30) is in line with the existing SSFs (all times are quoted in CET).

Other than announced in Eurex circular 060/07 close of trading on the last trading day will also be 17:45 CET.

4. Admission to Block-Trading

The British SSFs will be admitted to OTC block-trading. The Minimum block trade size will be 1 contract.

5. Exchange Holidays at Eurex and Days with Trading or Clearing Restrictions for SSFs in British Pound in 2007

There will be no trading or payments for British pound Single Stock Futures on the following days:

May 28, 2007	Spring Bank Holiday	All British products closed for trading; non-value date for GBP payments in UK.
August 27, 2007	Summer Bank Holiday	All British products closed for trading; non-value date for GBP payments in UK.
December 24, 2007	Christmas Eve	All British products closed for trading; but value date for GBP payments in UK.
December 25, 2007	Christmas Day	All British products closed for trading; non-value date for GBP payments in UK.
December 26, 2007	Boxing Day	All British products closed for trading; non-value date for GBP payments in UK.
December 31, 2007	New Year's Eve	All British products closed for trading; but value date for GBP payments in UK.

6. Margin Parameters for all British SSFs

Futures on	Eurex product code	Margin class	Initial margin (GBP)	Margin parameter (absolute)	Spot & Back Rate (GBP)
ANGLO AMERICAN	AALF	AALF	3,900	3.9	940
ASTRAZENECA	AZNF	AZNF	3,900	3.9	980
AVIVA	AVF	AVF	1,200	1.2	340
BARCLAYS	BARF	BARF	1,100	1.1	350
BHP BILLITON PLC	BLTF	BLTF	1,700	1.7	210
BP PLC	BPF	BPF	800	0.8	230
BT GROUP PLC	BTAF	BTAF	500	0.5	130
DIAGEO	DGEF	DGEF	1,500	1.5	360
GLAXOSMITHKLINE	GSKF	GSKF	2,100	2.1	540
HANSON	HNSF	HNSF	1,300	1.3	110
HBOS	HBOF	HBOF	1.600	1.6	460
HSBC	HSBF	HSBF	1.400	1.4	470
LLOYDS TSB GRP	LLOF	LLOF	900	0.9	380
LONMIN	LMIF	LMIF	4,900	4.9	590
MAN GRP	EMGF	EMGF	800	0.8	100
RIO TINTO	RIOF	RIOF	4,500	4.5	610
ROYAL BANK OF SCOTLAND GR	RBSF	RBSF	2,800	2.8	1.010

Futures on	Eurex product code	Margin class	Initial Margin (GBP)	Margin Parameter (absolute)	Spot & Back Rate (GBP)
ROYAL DUTCH SHELL B	RDBF	RDBF	2.600	2.6	690
TESCO	TSCF	TSCF	700	0.7	100
VODAFONE GROUP	VODF	VODF	300	0.3	250

7. Mistrade Parameters

Mistrade Ranges for SSFs will be published on the Eurex website as of start of trading on May 21, 2007 under the relevant SSFs under the path:

www.eurexchange.com > Trading > Products > Equity Derivatives > Single Stock Futures

8. Transaction Limits, Minimum Size for Cross Trades

The same values which currently relate to the existing SSFs will apply. Detailed information will be published on the Eurex Website as of start of trading under the path:

www.eurexchange.com > Technology > Transaction Limits

9. Transaction Fees

A fee holiday will be granted up to and including November 30, 2007.

10. Currency

Product and settlement currency will be the British pound. Variation margin and transaction fees will be calculated and debited in British pound.

11. Data Vendor Codes

At the start of trading on May 21, 2007, data vendor codes will be published on the Eurex website under the path:

www.eurexchange.com > Trading > Products > Vendor Product Code Search

12. Preparations for Start of Trading

- On May 15, 2007 (Tuesday), the new products and corresponding margin classes will be set up in the Eurex® trading system.
- From May 16, 2007 (Wednesday) to May 18, 2007 (Friday) after close of trading, settlement prices for all tradable contract months of the new products will be transmitted. In addition, PMI file transactions will be generated. Theoretical prices for the new products, transmitted during end of day processing after 21:00 CET, should be ignored.
- Trading in the new products will start on Monday, May 21, 2007. Orders and quotes can be entered in the Eurex® system from 07:30 CET onwards.

B. Special Features for Clearing

Clearing Members are required to establish an additional infrastructure in order to settle cash payments resulting from variation margins, transaction fees and amounts initiated through position transfers with cash in British pound. The new infrastructure will be based on a number of British pound settlement banks, at which Clearing Members can in future hold their British pound account and settle payments. In order to guarantee smooth payment transactions prior to the introduction of the foreign currency British pound, it is essential that the following forms are sent to Eurex Clearing as soon as possible:

- Power of attorney declarations for the relevant account with the payment bank (available at the following banks: Barclays Bank, HSBC, Royal Bank of Scotland, Citigroup, Deutsche Bank). You may find the addresses of the payment banks in Eurex circular 228/06 (attachment, p. 10 of 13),
- Application for Set Up/Deletion/Change of Clearer Accounts
- SWIFT Address / BIC for Cash Settlement of Trades at the Eurex Exchanges

To download the required forms please go the Eurex website under the following path:

www.eurexchange.com > Member Section > Releases > CCP 3.1 >
Manuals > Legal Documents & Account Setup

Please send your documents to the following postal address as soon as possible:

Eurex Clearing AG
Markets Services
60485 Frankfurt am Main
Germany

C. Update of Eurex Rules and Regulations

The updated rules and regulation are provided in attachments 1-4. They will also be published on the Eurex website as of May 21, 2007 under:

www.eurexchange.com > Documents > Rules & Regulations

Frankfurt, May 3, 2007

[….]

1.6 Subpart: Contract Specifications for Futures Contracts on Shares

The following subpart contains the contract form for Futures Contracts on Shares ("Shares-Futures Contracts").

1.6.1 Subject Matter of Contract

(1) A Shares-Futures Contract is a futures contract on a specific share[1].

(2) Available for trading at the Eurex Exchanges are Futures contracts on the shares ~~(EUR)~~ contained in the Dow Jones EURO STOXX 50® ~~(EUR)~~ Index and Dow Jones STOXX 600® Index ~~(EUR/CHF)~~ at the Eurex exchanges as well as other shares ~~(EUR/CHF/USD)~~ pursuant to Annex A in the respectively indicated currencies.

[….]

1.6.4 Last Trading Day, Final Settlement Day, Close of Trading

(1) The last trading day of Shares-Futures contracts is the final settlement day.

(2) The final settlement day of Shares-Futures contracts is the third Friday (Italian Shares-Futures: the day before the third Friday) of the respective ~~end-of-quarter~~expiry month, provided that this day is an Exchange Day; otherwise it is the previous Exchange day.

(3) The trading times and the close of trading on the last trading day of the Shares-Futures contracts are available in Annex C.

[….]

[1] Depositary Receipts (shares certificates respresenting shares) shall be regarded as shares.

Annex A in relation to subsection 1.6 of the contract specifications:

[….]

Futures on other Dow Jones STOXX 600® Index components	Product-ID	Country Code	Contract Size	Minimum Price Change**	Currency
[….]					
Anglo American	AALF	GB	1000	0.01	GBP
[….]					
AstraZeneca	AZNF	GB	1000	0.01	GBP
[….]					
Aviva	AVF	GB	1000	0.01	GBP
[….]					
~~Banca Popolare Italiana~~	~~BPRF~~	~~IT~~	~~500~~	~~0.0006~~	~~EUR~~
[….]					
Barclays	BARF	GB	1000	0.01	GBP
[….]					
BHP Billiton	BLTF	GB	1000	0.01	GBP
[….]					
BP	BPF	GB	1000	0.01	GBP
[….]					
BT GROUP	BTAF	GB	1000	0.01	GBP
[….]					
Diageo	DGEF	GB	1000	0.01	GBP
[….]					
GlaxoSmithKline	GSKF	GB	1000	0.01	GBP
[….]					
Hanson	HNSF	GB	1000	0.01	GBP
[….]					
HBOS	HBOF	GB	1000	0.01	GBP
[….]					
HSBC	HSBF	GB	1000	0.01	GBP
[….]					
Lloyds TSB	LLOF	GB	1000	0.01	GBP
[….]					
Lonmin	LMIF	GB	1000	0.01	GBP
[….]					
MAN Group	EMGF	GB	1000	0.01	GBP
[….]					
Rio Tinto	RIOF	GB	1000	0.01	GBP
[….]					
Royal Bank of Scotland	RBSF	GB	1000	0.01	GBP
[….]					
Tesco	TSCF	GB	1000	0.01	GBP
[….]					
Vodafone Group	VODF	GB	1000	0.01	GBP
[….]					

* Stock Futures of Fresenius (FREG), Porsche (PORG) and Wincor Nixdorf (WING) will be admitted to trading on the respective ex date of the corporate action as soon as such date is announced. The three Stock Futures will be set up in the Eurex® System on January 22, 2007 and will remain on hold until the ex date. The ex date will be published via the Market Supervision messages window.

** The quotation of B~~b~~ritish Single Stock Futures is carried out in Pence.

Futures on other shares	Product ID	Country code	Contract Size	Minimum Price Change	Currency
[….]					
Royal Dutch Shell B	RSBF	GB	1000	0.01	GBP
[….]					

* The quotation of British Single Stock Futures is carried out in Pence.

[….]

Annex C in relation to Contract Specifications:

Trading Hours Futures Contracts

[….]

Individual Equity Futures

Futures Contracts on shares	Country Code	Pre-Trading-Period	Continuous Trade	Post-Trading Full Period	OTC Block Trading	Last Trading Day Trade until
Belgian, French, Greek, Irish, Italian, Dutch, Austrian, Portuguese and Spanish Stock Corporations	BE FR GR IE IT NL AT PT ES	07:30-08:50	08:50-17:45	17:45-~~19:00~~18:30	09:00-18:30	17:45
Futures Contracts on shares	Country Code	Pre-Trading-Period	Continuous Trade	Post-Trading Full Period	OTC Block Trading	Last Trading Day Trade until
German Stock Corporations	DE	07:30-08:51	08:51-17:45	17:45-~~19:00~~18:30	09:00-18:30	17:45
British Stock Corporations	GB	07:30-08:55	08:55-17:45	17:45-18:30	09:00-18:30	17:45
Swiss and Scandinavian (Finnish/Swedish) Stock Corporations	CH (FI/SE)	07:30-08:52	08:52-17:45	17:45-19:00	09:00-18:30	17:45
Russian Shares	RU	07:30-08:53	08:53-17:45	17:45-~~19:00~~18:30	09:00-18:30	16:40

The trade in Futures contracts on shares starts following the beginning of trading in options on shares; all times CET.

[….]

[….]

Chapter II
Transactions at Eurex Deutschland and Eurex Zürich (Eurex Exchanges)

[….]

Part 2
Clearing of Futures Contracts

[….]

2.7 Clearing of Futures Contracts on Shares

[….]

2.7.2 Final Settlement Price

The final settlement price of the Futures contracts will be determined by Eurex Clearing AG (Number 1.6.4 of the Contract Specifications for Futures contracts and Options contracts at the Eurex Deutschland and Eurex Zürich) at the final settlement day of a contract.

(1) With respect to Futures contracts on Swiss shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Virt-X respectively the Swiss Exchange on the final settlement day.

(2) With respect to Futures contracts on German shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Deutsche Börse on the final settlement day.

(3) With respect to Futures contracts on Belgian shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Euronext Brussels on the final settlement day.

(4) With respect to Futures contracts on French shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Euronext Paris on the final settlement day.

(5) With respect to Futures contracts on Italian shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Borsa Italiana on the final settlement day.

(6) With respect to Futures contracts on Dutch shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Euronext Amsterdam on the final settlement day.

(7) With respect to Futures contracts on Spanish shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Bolsa de Madrid on the final settlement day.

(8) With respect to Futures contracts on Finnish and Swedish shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of Helsinki Stock Exchange on the final settlement day.

(9) With respect to Futures contracts on Irish shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of the Irish Stock Exchange on the final settlement day.

(10) With respect to Futures contracts on Austrian shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of the Vienna Stock Exchange on the final settlement day.

(11) With respect to Futures contracts on Greek shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of the Athens Stock Exchange on the final settlement day.

(12) With respect to Futures contracts on Portuguese shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of the Euronext Lissabon on the final settlement day.

(13) With respect to Futures contracts on Swedish shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of the Stockholm Stock Exchange on the final settlement day.[1]

(14) With respect to Futures contracts on Russian shares, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of the London Stock Exchange on the final settlement day.

<u>(15) With respect to Futures contracts on British shares listed in GBP, the final settlement price is based on the closing price of the respective share calculated by the electronic trading system of the London Stock Exchange on the final settlement day.</u>

[….]

[1] With respect to Futures Contracts on shares of TeliaSonera, the regulations for Futures contracts on shares of Finnish Stock Corporations apply mutatis mutandis. See Paragraph 8.

[….]

3 Transaction Fees of Eurex Deutschland and Eurex Zürich

[….]

3.1 Matching of Exchange Transactions / Recording of Derivatives Transactions (Trade)

3.1.1 Exchange Transactions

3.1.1.1 Regular Transactions

Contract	Fee per Contract A and P Accounts	Fee per Contract M-Accounts (Regular Market-Making)*	Fee per Contract M-Accounts (Permanent Market-Making)*	Fee per Contract M-Accounts (Advanced Market-Making)*
Equity Derivatives				
Stock Futures				
Futures on European, Euro-denominated Shares (except Scandinavian and Swiss Shares)	EUR 0.30 (EUR 3.00[1])			
Futures on Scandinavian Shares	EUR 0.60			
Futures on Swiss Shares	CHF 0.45			
Futures on Russian Shares	USD 0.40			
Futures on British Shares	GBP 0.20			
[….]				

[….]

[1] For futures on equities of
- Allianz AG and SAP AG with the contract size 100
- Banco Santander Central Hispano SA, BASF AG, Bayer AG, E.ON AG and Deutsche Telekom AG with the contract size 1000

3.1.2 OTC Transactions

3.1.2.1 OTC Entries – Block Trades

Contract	Fee per Contract A-and P-Accounts	Fee per Contract M-Accounts (Regular Market-Making)*	Fee per Contract M-Accounts (Permanent Market-Making)*	Fee per Contract M-Accounts (Advanced Market-Making)*
Equity Derivatives				
Stock Futures				
Futures on European, Euro-denominated Shares (except Scandinavian and Swiss Shares)	EUR 0.30 (EUR 3.00[2])			
Futures on Scandinavian Shares	EUR 0.60			
Futures on Swiss Shares	CHF 0.45			
Futures on Russian Shares[3]	USD 0.40			
Futures on British Shares	GBP 0.20			
[….]				

The fees for the entry of a block trade in specified products shall be limited as follows:

Contract	Maximum Fee per Trade Entry A- und P-Accounts	Maximum Fee per Trade Entry M-Accounts (Regular Market-Making)*	Maximum Fee per Trade Entry M-Accounts (Permanent Market-Making)*	Maximum Fee per Trade Entry M-Account (Advanced Market-Making)*	Corresponds to Number of Contracts
Equity Derivatives					
Stock Futures					
Futures on European, Euro-denominated Shares (except German, Swiss and Scandinavian Shares)	EUR 300				1,000
Futures on German Shares	EUR 600				2,000
Futures on Scandinavian Shares	EUR 1,200				2,000
Futures on Swiss Shares	CHF 900				2,000
Futures on Russian Shares	USD 400				1,000
Futures on British Shares	GBP 200				1,000
[…]					

3.2 Position Closing Adjustments

Position Closing Adjustments, if these do not take place between 13:30 CET on the day of trade and before 13:30 CET of the following trading day:

[2] For futures on equities of
- Allianz AG and SAP AG with the contract size 100
- Banco Santander Central Hispano SA, BASF AG, Bayer AG, E.ON AG and Deutsche Telekom AG with the contract size 1000

[3] Depositary Receipts (share certificates representing shares) are hereinafter referred to as shares.

Contract:	Fee per Contract:
Stocks Products	
Futures on European, Euro-denominated Shares (except Scandinavian and Swiss shares)	EUR 0.60
Futures on Scandinavian Shares	EUR 1.20
Futures on Swiss Shares	CHF 0.90
Futures on Russian Shares	USD 0.80
Futures on British Shares	GBP 0.40

3.3 Cash Settlement

Contract:	Fee per Contract:	Maximum Fee for Contracts on the same underlying of each A-, P- and M-accounts
Equity Derivatives		
Futures on European, euro-denominated Shares (except Scandinavian Shares)	EUR 0.30	EUR 300
Futures on German Shares	EUR 0.30	EUR 600
Futures on Scandinavian Shares	EUR 0.60	EUR 1,200
Futures on Swiss Shares	CHF 0.45	CHF 900
Futures on Russian Shares	USD 0.40	USD 400
Futures on British Shares	GBP 0.20	GBP 200

[….]

3.9 Position Transfer with Cash Transfer

Transaction:	Fee per Transaction and Exchange Participant:
Per transaction, relating to Products denominated in EUR	EUR 7.50
Per transaction, relating to Products denominated in Swiss Francs	CHF 13.00
Per transactions, relating to products denominated in USD	USD 13.00
Per transaction, relating to products denominated in GBP	GBP 5.00

[….]

[….]

5 Contract Price of OTC Trades

[….]

5.2.2 For Futures Contracts on stock indices and on shares, the interval results from the daily high and daily low values of the respective underlying. The difference from the settlement price of the Future of the preceding trading day and the closing value/price of the preceding trading day of the respective underlying shall either be subtracted from (in case of negative difference) or added to (in case of positive difference) these values. When calculating the interval, a premium of 0.2 % shall be added to the highest value and a reduction of 0.2 % shall be subtracted from the lowest value.

When determining the interval pursuant to Clause 1 and 2, the price of the relevant share on the market place named hereafter is decisive for Futures Contracts on shares:

Shares of Dow Jones EURO STOXX® 50	Electronic trade at the Frankfurt Stock Exchange (FWB)
Shares of Belgian, German, Greek, Irish, Austrian, Portuguese and Spanish stock corporations	Electronic trade at the Frankfurt Stock Exchange (FWB)
Shares of Swiss stock corporations	virt-x Exchange Limited respectively Swiss Exchange
Shares of French, Italian and Dutch stock corporations	Floor Trading at the Frankfurt Stock Exchange (FWB)
Shares of Finnish and Swedish stock corporations	Helsinki Stock Exchange (OMX)
Shares[1] of Russian stock corporations	London Stock Exchange (LSE)
Shares of British stock corporations	London Stock Exchange (LSE)

[….]

[1] Depository receipts (shares certificates representing shares) shall be denominated as shares.

Annex A to the General Conditions for Participation:

OTC Periods of Use Futures Contracts

[….]

Single Stock Futures

Product	Product-ID	OTC Trading
Individual Equity Futures		09:00-~~19:00~~18:30

All times CET

[….]