



## eurex circular 122/09

**Date:** Frankfurt, June 19, 2009

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

### UBI Banca: Issue of Convertible Bonds

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**Content may be most important for:**

- Front Office/Trading
- Middle + Backoffice
- Auditing/Security Coordination

**Attachments:**

none

**Summary:**

On June 18, 2009, at 21:56 CET, the company UBI Banca published the final conditions of the issue of convertible bonds with subscription rights for the shareholders of UBI Banca as decided in the general annual meeting on May 9, 2009.

The issue of these convertible bonds will result in an adjustment of the existing Eurex options on shares of UBI Banca (BPD) and the Eurex stock futures contract on shares of UBI Banca (BPDF).

Furthermore, the standard contract size of the Eurex stock futures contract on UBI Banca will be increased from 500 to 1000.

Ex date will be **June 22, 2009**.

This circular contains a description of the adjustment procedure.



**UBI Banca: Issue of Convertible Bonds****Measure:**

Issue of convertible bonds with subscription rights. Shareholders of UBI Banca will receive the right to subscribe to four convertible bonds with nominal value of EUR 12.75 for each 51 shares they hold.

**Last Cum Trading Day:**

June 19, 2009

**Ex Date:**

June 22, 2009

**Affected Products:**

BPD/BPDF

**Reference to underlying Rules & Regulations:**

Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, Sections 1.6.7 (3) and 2.6.10.1. (3).

The updated Contract Specifications will be available on the Eurex website as of the ex date under:

**[www.eurexchange.com](http://www.eurexchange.com) > Documents > Rules and Regulations**

**Adjustment of ISIN:**

The ISIN of the UBI Banca share (IT0003487029) will remain unchanged.

**Change of Standard Contract Size:**

As of the ex date, the standard contract size of the Eurex stock futures contract on shares of UBI Banca will be increased from currently 500 to 1000. This is not valid for the futures contract to be adjusted (product code BPDF).

**Procedure:****Determination of Adjustment Factor (R-Factor)**

Basis for the adjustment is the closing auction price of the UBI Banca share at Borsa Italiana on the last cum trading day, June 19, 2009.

<b>Closing auction price of the UBI Banca share</b>	S1
<b>S1 minus theoretical value of the options right*</b>	S2
<b>R-Factor</b>	S2 / S1

\*The theoretical value of the options right will be published after close of trading in the **Market Supervision Messages** window.

## Options

### 1. Adjustment of Strike Prices and Contract Sizes

All existing strike prices will be multiplied by the R-factor.

The contract size will be divided by the R-factor.

The version number of the existing series will be increased by 1.

Adjusted strike prices and contract sizes will be published via the **Market Supervision Messages** window immediately after close of trading on the last cum trading day.

New series with standard contract size 500 and version number 0 will be introduced effective ex date.

All existing orders and quotes will be deleted after close of trading on the last cum trading day.

The adjustment also refers to existing positions in OTC Flexible Options.

### 2. Exercises

Generally, upon exercise of an adjusted series, cash payment will be made for the fractional part of the new contract size. For adjusted series as of version 2, deviations in the delivery process might occur. In report RPTTA111 (All Active / Inactive Series), those parts of the contract size are displayed for which cash settlement will take place upon exercise of an adjusted series.

The adjustment also refers to existing positions in OTC Flexible Options.

## Futures

### 1. Adjustment of Contract Size and Variation Margin

The adjustment will be done by means of the same R-factor as for the options.

To adjust the calculation of the variation margin of the following exchange trading day, settlement prices of the last cum trading day will be multiplied by the R-factor.

The new contract size will be calculated as follows:

$$\text{Contract size new} = \text{contract size old} / \text{R-factor}$$

All outstanding orders and quotes will be deleted after close of trading on the last cum trading day.

### 2. Introduction of a new Contract

A new contract on UBI Banca shares will be introduced with new standard contract size 1000 and new product code BPDG.

The exact date of introduction will be published via the **Market Supervision Messages** window.

As soon as the new contract is available for trading and there are no more series with open interest in the original contract on UBI Banca (BPDF), trading in this contract will be put on "HALT" and finally discontinued.

**If there is no open interest in the original contract on UBI Banca shares (BPDF) on the last cum trading day after close of trading, no adjustment will be made.**

signed: Thomas Lenz

signed: Manfred Weber

Frankfurt, June 19, 2009