



eurex circular 234/08

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Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors, all Clearing Members of Eurex Clearing AG



Richemont SA: Restructuring

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Content may be most important for:

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

Attachments:

none

Summary:

The company Richemont SA plans to split up the existing Richemont units and to separate the luxury goods business from its stake in British American Tobacco (BAT).

The restructuring results in an adjustment of the Eurex option and the Eurex stock futures contract on shares of Compagnie Financière Richemont SA (CFR/CFRH) pursuant to numbers 2.6.10.1 (8) and 1.6.7 (8) of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich.

For detailed information, please see the press release from Richemont from August 8, 2008 and the Richemont "Information Memorandum" from August 15, 2008.



Richemont SA: Restructuring

The company Richemont SA plans to split up the existing Richemont units and to separate the luxury goods business from its stake in British American Tobacco (BAT).

As a result of this, a new investment vehicle by the name of Reinet Investments will be created, which will be listed at the Luxembourg Stock Exchange. **In this first step, CFR shareholders will receive one additional Reinet share for each CFR share they hold.**

In a second step, 351.032.964 BAT shares will be distributed to the Reinet shareholders. At the same time, 495.599.271 Reinet shares will be deleted (total number of Reinet shares: 574.200.000). This results in a conversion ratio of 0.7083 BAT shares. Accordingly, each Reinet shareholder will receive 0.6113 BAT shares (0.7083×0.8631) against deletion of 0.8631 Reinet shares ($495.599.271 : 574.200.000$). Consequently, shareholders hold 0.1369 Reinet shares and 0.6113 BAT shares (rounded to four decimal places) for each Reinet share they held before. Please note that the figures mentioned above are preliminary and may be subject to change.

Also, as of November 10, 2008, a capital increase is scheduled for the Reinet share.

Appointed date for the first step is **October 21, 2008**.

Appointed date for the second step is **November 3, 2008**.

Eurex Stock Options CFR

October 21, 2008

Adjustment of the option on the CFR share will take place by means of the basket method. It must be pointed out that only CFR shares of the first component need to be delivered. For the Reinet component, cash settlement will take place.

Effective October 21, 2008, the CFR option will reflect a basket consisting of 1.00 CFR share and 1.00 Reinet share. Both the countervalue and daily closing price of the underlying of the CFR basket option will be calculated as follows:

$$\text{(1.00 x price or closing price of the CFR share at the SWX Europe) plus} \\ \text{(1.00 x price or closing price of the Reinet share at the Luxembourg Stock Exchange*)}$$

*converted into CHF by means of the official reference price of the European Central Bank (ECB)

Both strike prices and contract sizes will remain unchanged.

Since adjusted series with version number 1 are still available, the multiplier of the Reinet shares corresponds to the respective contract sizes.

Upon exercise of CFR basket options, 100 or 101, respectively (the latter number refers to the still existing odd contract sizes) CFR shares need to be delivered against payment of contract size x strike price.

The price thus calculated will be reduced per contract in the following way:

Series with version 0: reduction by 100 x closing price of the Reinet share at the Luxembourg Stock Exchange* on exercise day

Series with version 1: reduction by the decimal places of the respective contract size of the adjusted series multiplied with the CFR closing price at the SWX Europe and by the respective full odd contract size x closing price of the Reinet share at the Luxembourg Stock Exchange* on exercise day.

*converted into CHF by means of the official reference price of the ECB.

Effective October 21, 2008, the ISIN will change to a dummy ISIN in the Eurex® system. Product code and name of the former CFR option will change as well:

Product code old	Product code new	Product ISIN/ ISIN of the underlying old	Product ISIN/ ISIN of the underlying new	Name old	Name new
CFR	CF1B	CH0012731458	DE000A0X7H72	Compagnie Financière Richemont SA	Compagnie Financière Richemont SA – Basket

Strike prices and contract sizes will remain unchanged.

All open orders and quotes will be deleted after close of trading on the last cum trading day, October 20, 2008.

November 3, 2008

The adjustment will continue to take place by means of the basket method. It must be pointed out that only CFR shares of the first component need to be delivered. For all other components, cash settlement will take place.

From this point in time, both the countervalue and daily closing price of the underlying of the CFR basket option will be calculated as follows:

(1.00 x price or closing price, respectively, of the CFR share at the SWX Europe) plus (0.1369 x price or closing price, respectively, of the Reinet share at the Luxembourg Stock Exchange*) plus (0.6113 x price or closing price, respectively, of the BAT share at the LSE*)

*converted into CHF by means of the official reference prices of the ECB

Consequently, the value per contract is as follows:

(contract size x price CFR) + (contract size x 0.1369 price Reinet) + (contract size x 0.6113 price BAT)

Strike prices and contract sizes will remain unchanged.

Upon exercise of CFR basket options, 100 or 101, respectively (the latter number refers to the still existing odd contract sizes) CFR shares need to be delivered against payment of contract size x strike price.

The price thus calculated will be reduced per contract in the following way:

Series with version 0: reduced by (13.69 x closing price Reinet at the Luxembourg Stock Exchange*) + (61.13 x closing price BAT at the LSE*) on exercise day.

Series with version 1: reduced by the decimal places of the respective contract sizes of the adjusted series multiplied with the closing price CFR and by the respective Reinet multipliers x closing price Reinet at the Luxembourg Stock Exchange* and by the respective BAT multipliers x closing price BAT at the LSE* on exercise day.

* converted into CHF by means of the official reference prices of the ECB

Multipliers of still existing adjusted series with version 1 are as follows:

101.3645:	13.8768 Reinet plus 61.9641 BAT
101.3685:	13.8773 Reinet plus 61.9666 BAT
101.3715:	13.8778 Reinet plus 61.9684 BAT
101.3728:	13.8779 Reinet plus 61.9692 BAT
101.3739:	13.8781 Reinet plus 61.9699 BAT
101.3758:	13.8783 Reinet plus 61.9710 BAT
101.3770:	13.8785 Reinet plus 61.9718 BAT
101.3774:	13.8786 Reinet plus 61.9720 BAT
101.3788:	13.8788 Reinet plus 61.9729 BAT
101.3825:	13.8793 Reinet plus 61.9751 BAT

All open orders and quotes will be deleted on October 31, 2008 after close of trading.

November 10, 2008

As of November 10, 2008, a capital increase has been scheduled for the Reinet share. The capital increase may have effects on the Reinet share. As soon as there are new details available we will inform you accordingly.

Effective immediately, no new series will be introduced. Series without open interest will be deleted at the appropriate time.

As soon as there are no more series with open interest, trading will be put on "HALT" and suspended.

Setting up a new Option

After the restructuring on October 21, 2008, the CFR Option will be set up in the Eurex® system once again with standard contract size 100 and product code CFR. The exact date and respective ISIN will be published via the **Market Supervision Messages** window. Trading is scheduled to start on October 28, 2008.

Clearing Measures:

For the restructuring, pending deliveries in CFR shares will be adjusted within KADI processing by Clearstream Banking Frankfurt (CBF) and displayed in CCP Reports RPTCA180 (Capital Adjustment of Trades) and RPTCE26x (Pending Delivery).

For delivery of the basket option, two delivery instructions will be transmitted to SIS SegalInterSettle AG, Zürich/Clearstream Banking Frankfurt (CBF) for the following two shares:

Transaction 1: Delivery of 100 or 101 CFR shares, respectively, against payment of contract size x strike price

Transaction 2: Delivery of 0 Reinet shares exempt from payment

On exercise day, the Eurex report RPTCE070 (Exercise and Assign Summary) only shows the basket. The CCP reports RPTCE290 (Eurex Deliveries) and RPTCE26x (Pending Delivery) contain the individual components (individual transactions) of the basket.

The cash component will be booked separately together with the deliveries in Eurex CCP settlement. Details are contained in Eurex CCP report RPTCD25x.

Eurex Stock Future CFRH

For the contract to be settled in cash, the adjustment will take place by means of the daily closing price. For the daily closing price and the final closing price, the respective closing prices will be calculated in the same way as described for the CFR option above:

Effective October 21, 2008:

Closing price CFRH = (1.00 x CFR share price) plus (1.00 x Reinet share price)

Effective October 21, 2008, the ISIN will change to a dummy ISIN in the Eurex[®] system. The name of the Eurex stock futures contract will change as well:

Product code old/new	Product ISIN old/new	ISIN of the underlying old	ISIN of the underlying new	Name old	Name new
CFRH	DE000A0QZF59	CH0012731458	DE000A0X7H72	Compagnie Financière Richemont SA	Compagnie Financière Richemont SA - Basket

All open orders and quotes will be deleted after close of trading on the last cum trading day on October 20, 2008.

Effective November 3, 2008:

Closing price CFRH = (1.00 x CFR share price) plus (0.1369 x Reinet share price) plus (0.6113 x BAT share price).

All open orders and quotes will be deleted after close of trading on October 31, 2008.

Effective immediately, no new expiration months will be introduced.

As soon as there are no more series with open interest, trading will be set on "HALT" and suspended.

Setting up a new Future

After the restructuring on October 21, 2008, a new stock future on CFR will be set up in the Eurex[®] system with standard contract size 100, a new product ISIN and new product code CFRF. The exact date and respective ISINs will be published via the **Market Supervision Messages** window. Trading is scheduled to start on October 28, 2008.

Underlying ISINs:

New CFR = will be published shortly

BAT = GB0002875804

Reinet = LU0383812293

If any changes occur during the process, we will inform our Members in time.

If you have any questions, please contact our Functional Helpdesk Equity and Equity Index Products at tel. +49-69-211-1 12 10. For questions regarding deliveries during exercises, please call the Functional Helpdesk Clearing at tel. +49-69-211-1 12 50.

signed: Thomas Lenz

signed: Manfred Weber

Frankfurt, October 1, 2008