

New Agricultural Futures at Eurex: Piglets and Hogs

Our offering in the commodity segment has been extended by agricultural products. On July 20, 2009, trading started in four new agricultural contracts, two of which are related to breeding, hog raising and slaughter: Eurex Piglet Futures and Eurex Hog Futures.

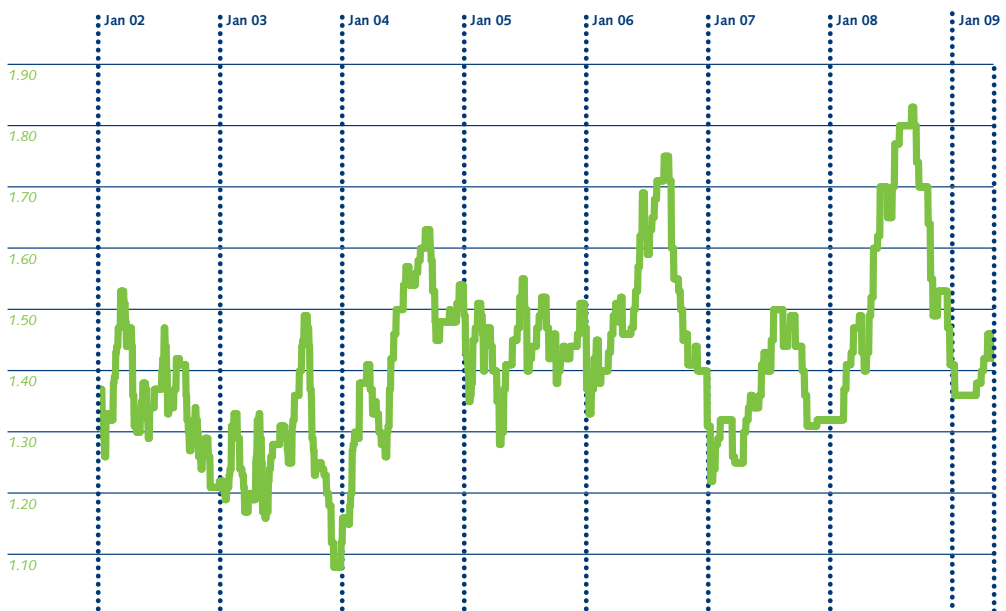
The new futures provide all market participants – from farmers and producer associations, dealers and slaughtering operations down to the processing industry – with an opportunity to reduce the rising price risks in their business. Investors benefit from the low correlation between commodity markets and traditional asset classes by using agricultural futures for broader risk diversification. They can take advantage of both rising and falling price developments in the markets to stabilize or increase profits and yields independently of the capital market development.

Agricultural markets are shaped by global developments:

- Annual population growth of approximately 80 million people
- Rising demand for food in general and animal products and convenience food in particular
- Limited agricultural production areas
- Increased yield fluctuations as a result of climate change
- Rising demand for animal feed (and thus grain)

The dynamic nature of the agricultural markets is reflected in the price development for hogs (see following illustration), where rising price volatility is clearly recognizable.

Price Development Hogs (in EUR per Kilogram)



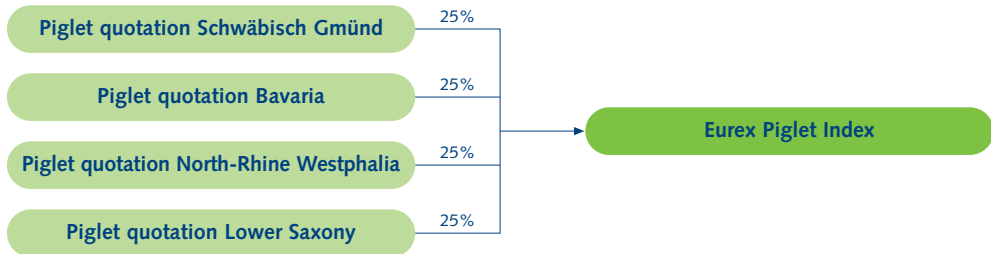
Consolidated Price Germany
(Vereinigungspreis der Erzeugergemeinschaften Vieh und Fleisch e.V.)

Source: ZMP, April 2009

Price Basis for Eurex Piglet Futures

Eurex Piglet Futures und Eurex Hog Futures are settled in cash at maturity. The cash settlement procedure uses a reference price that represents the value of physically traded piglets or pigs. For this purpose, both futures contracts make use of market price indexes, which make a significant contribution to market transparency.

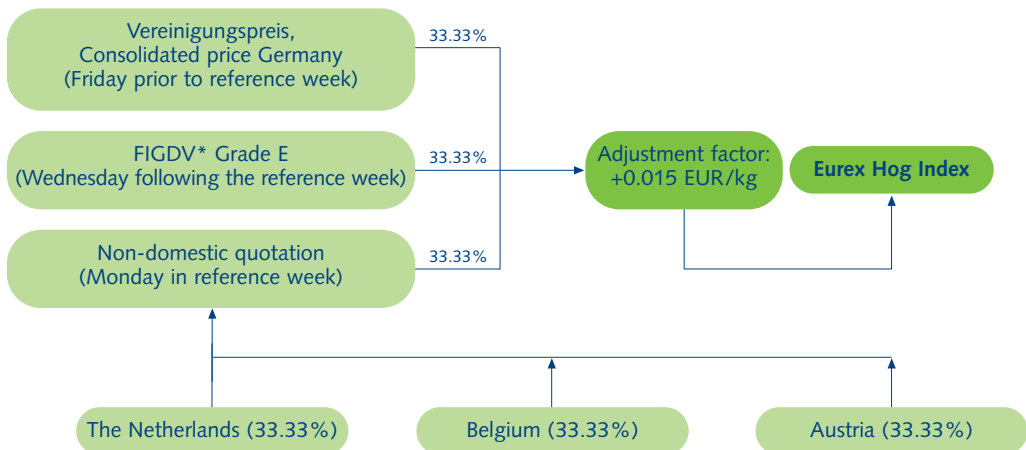
The Final Settlement Price, against which all open positions in Eurex Piglet Futures are settled after the Last Trading Day, equals the Eurex Piglet Index. This is composed as follows:



For index calculation purposes, we refer to acknowledged price determinations in Germany's four most important piglet-trading regions. The Eurex Piglet Index represents the arithmetic mean of these four quotations, which show a high level of correlation among each other. With this underlying structure, hedgers and investors are able to calculate the basis risk in a transparent way. As a result, Eurex Piglet Futures provide market participants with a reliable hedging instrument.

Price Basis for Eurex Hog Futures

The price basis for Eurex Hog Futures is the Eurex Hog Index. This reflects the spot market price situation for hogs in Central Europe. Its calculation incorporates recognized price reports from the countries Belgium, Germany, the Netherlands and Austria as well as the public price determination by the Federal Agency for Agriculture and Food (BLE) in accordance with the subsequent shares/quotas.



* Meat-Law Ordinance (Fleischgesetz-Durchführungsverordnung)

Contract Specifications

Futures on	Piglets	Hogs
Product ID	FPIG	FHOG
Product ISIN	DE000A0Z3092	DE000A0Z3084
Underlying	Eurex Piglet Index	Eurex Hog Index
Contract Size	100 piglets	8,000 kg slaughter weight
Currency	EUR	EUR
Notation	EUR per piglet	EUR per kg
Price Quotation and Minimum Price Change	In points with one decimal place; the minimum price change is 0.1 points, equivalent to a value of EUR 10.	In points with three decimal places; the minimum price change is 0.001 points, equivalent to a value of EUR 8.
Contract Months	Up to 18 months: The twelve nearest successive calendar months and the two following quarterly months of the March, June, September and December cycle thereafter.	
Last Trading Day	The last exchange day before the Final Settlement Day.	
Final Settlement Day	Thursday following the third Friday of the maturity month. In the maturity month of December, the second Friday of the maturity month (effective from December 2010).	
Settlement	Cash settlement, difference between the final settlement price and the settlement price of the previous exchange day.	
Final Settlement Price	Value of the relevant index on the final settlement day at 09:30 CET.	

Trading Hours (CET)

Futures on	Piglets	Hogs
Pre-Trading Period	09:00–09:45	09:00–09:45
Continuous Trading	09:45–16:00	09:45–16:00
Post Trading Full Period	16:00–18:00	16:00–18:00
OTC Trading	09:55–18:00	09:55–18:00
Last Trading Day: Trading Until	16:00	16:00

Service Offering for EFPI-Trading

In general, an Exchange for Physical trade is the exchange of a specified quantity of a cash commodity for an equivalent number of futures, often bilaterally negotiated by two traders having opposite hedged positions that each wants to offset.

With the Exchange for Physicals trade facility (EFPI), participants can enjoy the same benefits of standardized clearing for their EFP-trading as for on-exchange trading. That is, they profit from mitigated counterparty and credit risk.

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For further information please visit www.eurexchange.com.

Reduced Transaction Fees

No trading and clearing fees in July 2009.

50 percent reduction in transaction fees from August to October 2009.

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