

## **Product Specific Supplement for Options on EURO STOXX® and STOXX® Europe 600 Sector Indices**

**Validity: Until 31 December 2020**

**Contact:** ~~Christine Heyde~~ Floris Florquin, Equity & Index Product Design, T +49 69 211 1 56 9844 207 862 7662, [christinefloris.heydeflorquin@eurexchange.com](mailto:christinefloris.heydeflorquin@eurexchange.com)

### **Preamble**

This Product Specific Supplement for Options on EURO STOXX® and STOXX® Europe 600 Sector Indices (hereinafter referred to as “Product Specific Supplement”) forms an integral part of the Liquidity Provider Agreement (LPA).

A Liquidity Provider scheme for Options on EURO STOXX® and STOXX® Europe 600 Sector Indices is offered until further notice. Additionally, a revenue sharing scheme is offered.

### **1. Applicable Building Blocks**

Pursuant to Sec. 2.3 of the General Supplement to the LPA, the granting of rebates and the concrete rebate levels to be applied on the respective transaction fees are dependent on the fulfilment of Building Blocks. For this Product Specific Supplement, the following Building Blocks are applicable:

Scheme	Product Scope	Basis	Package	Strategy	Larger Size	Tighter Spread	Stress Presence	Eurex EnLight	Revenue Sharing
		BBB	PBB	CBB	LBB	TBB	SBB	EBB	
STXSO	OESB	✓	✓	✓*	✓	✓	✓	✓	✓
STXSO	All STOXX® Sector Index Options excl. OESB	✓	✓		✓	✓	✓	✓	✓

\*CBB applies only to certain products as outlined in section 2.3.3. of the General Supplement to the LPA

The requirements for Strategy Building Block, Larger Size Building Block, Tighter Spread Building Block, Stress Presence Building Block and Eurex EnLight Building Block are product group specific and can be found in section 2.3 of the General Supplement to the LPA.

### **2. Liquidity Provider Rebates**

Upon fulfilment of the Building Block requirements of one product, Liquidity Providers shall receive a fee rebate as specified in section 3 of the General Supplement to the LPA in accordance with the table below. The evaluation takes place on a monthly basis.

Execution type	Building Block	STXSO
Order book	Basis	According to Eurex Clearing Price List
	Package	
	Strategy	
	Larger Size	
	Tighter Spread	
	<b>Total</b>	
Eurex EnLight	Basis	According to Eurex Clearing Price List
	Package	
	Strategy	
	Eurex EnLight	
	<b>Total</b>	
TES	Basis	According to Eurex Clearing Price List
	Package	
	Strategy	
	Eurex EnLight	
	<b>Total</b>	

### 3. Building Block Requirements

#### 3.1. Basis Block Requirements

In order to receive the Liquidity Provider rebates pursuant to Sec. 2 above, the following quotation requirements shall apply to each product individually:

	STXSO
<b>Quotation Period:</b>	09:00 – 17:30 CE(S)T
<b>Required Coverage:</b>	85%
<b>Maturity Range:</b>	The first five expirations need to be quoted
<b>Strike Price Window:</b>	5 out of 7
<b>Minimum Quote Size:</b>	See quotation parameters table below (cp. Sec. 5.2)
<b>Maximum Spread:</b>	See quotation parameters table below (cp. Sec. 5.2)

#### 3.2. Package Block Requirements

	STXSO
<b>Package components:</b>	A list of products can be found in the quotation parameters table below (cp. Sec. 5.2)
<b>Fulfilment Criterion:</b>	Fulfilment of Basis Building Block requirements in <del>15-17</del> products of the scheme STXSO
<b>Mandatory Products:</b>	OSTB, OESB

#### 4. Other monetary incentive schemes: Revenue Sharing

A revenue sharing scheme is offered as of 1 January 2020 until 31 December 2020 in accordance with section 3.1.2 of the General Supplement to the LPA. The scheme applies to the package STXSO. The evaluation takes place on a monthly basis

	STXSO
<b>Revenue Sharing Pool:</b>	Up to 15% of the net revenues (order book, TES and EnLight) of all products in the package STXSO with the exception of OESB. The product OESB contributes to the revenue sharing pool with 15% of the net revenues (order book only)
<b>Participation Condition:</b>	Fulfilment of requirements of Basis Building Block, Package Building Block, Tighter Spread Building Block and Larger Size Building Block in <del>45</del> <u>17</u> products. The products OESB and OSTB are mandatory
<b>Number of Participants:</b>	Up to 4
<b>Qualification criterion:</b>	The top 4 fulfilling Liquidity Providers participate; ranked according to their share of trading volume on M- and P-accounts (order book) of all fulfilling Liquidity Providers in all products of the package STXSO
<b>Distribution Method:</b>	Half of the revenue sharing pool is distributed proportionally between all qualifying Liquidity Providers according to their share of trading volume in M-accounts (order book, TES and Eurex EnLight)  The other half of the revenue sharing pool is distributed equally between all qualifying Liquidity Providers
<b>Distribution Cap:</b>	The maximum monthly revenue sharing amount is capped at EUR 80,000 per Liquidity Provider

VAT on the Revenue Sharing amounts shall be borne by the Liquidity Provider, if applicable, and will be offset against any due and unpaid Revenue Sharing amount.

#### 5. Quotation Requirements

##### 5.1. Available Spread Classes

Spread Class	Bid up to	Maximum Spread	Unit
STXSO	5.3	0.8	Index Points
	53.3	15%	Percent
		8	Index Points

## 5.2. Quotation Parameters

The following quotation parameters apply for the quotation requirements pursuant to Sec. 3 above and the revenue sharing scheme pursuant to Sec. 4 above.

Scheme	Index	Product ID	Spread Class	Basis Minimum Quote Size (contracts)
STXSO	Banks	OESB	STXSO	200
STXSO	Banks	OSTB	STXSO	50
STXSO	Automobile & Parts	OESA/OSTA	STXSO	50
STXSO	Basic Resources	OESS	STXSO	10
STXSO	Basic Resources	OSTS	STXSO	50
STXSO	Chemicals	OESC/OSTC	STXSO	10
STXSO	Construction & Materials	OESN/OSTN	STXSO	10
STXSO	Financial Services	OESF/OSTF	STXSO	10
STXSO	Food & Beverage	OESO/OSTO	STXSO	10
STXSO	Health Care	OESH/OSTH	STXSO	30
STXSO	Industrial Goods & Services	OESG/OSTG	STXSO	10
STXSO	Insurance	OESI/OSTI	STXSO	50
STXSO	Media	OESM/OSTM	STXSO	10
STXSO	Oil & Gas	OESE/OSTE	STXSO	50
STXSO	Personal & Household Goods	OESZ/OSTZ	STXSO	10
STXSO	Real Estate	OESL/OSTL	STXSO	10
STXSO	Retail	OESR/OSTR	STXSO	10
STXSO	Technology	OESY/OSTY	STXSO	10
STXSO	Telecommunication	OEST/OSTT	STXSO	50
STXSO	Travel & Leisure	OESV/OSTV	STXSO	10
STXSO	Utilities	OESU/OSTU	STXSO	50
<u>STXSO</u>	<u>Food, Beverage &amp; Tobacco</u>	<u>OESW/OSTW</u>	<u>STXSO</u>	<u>10</u>
<u>STXSO</u>	<u>Energy</u>	<u>OESJ/OSTJ</u>	<u>STXSO</u>	<u>10</u>
<u>STXSO</u>	<u>Consumer Products &amp; Services</u>	<u>OESK/OSTQ</u>	<u>STXSO</u>	<u>10</u>
<u>STXSO</u>	<u>Personal Care, Drug &amp; Grocery Stores</u>	<u>OESP/OSTP</u>	<u>STXSO</u>	<u>10</u>