Eurex Circular 065/18

Eurex Market Structure Roadmap

Eurex Exchange pursues a Market Structure Roadmap to strengthen its role as venue of choice for efficient price discovery and best execution. Against this background, Eurex Exchange will implement a value-adding offering of on- and off-book execution mechanisms. Eurex EnLight is a core element of the roadmap.

The roadmap implementation will lead to a well-differentiated offering in terms of execution mechanisms, fee and rebate levels, Liquidity Provider incentives and minimum block trade sizes. It will be rolled out beginning of Q2 2019. Further information will be provided in due course.

In anticipation of the rollout of the Market Structure Roadmap in 2019, the following measures will be implemented:

- Cancellation of the Eurex EnLight specific “arranging fee” and “usage fee” (announced in Eurex circular 114/17), which will be applicable from **2 January 2019**
- Prolongation of the readiness reward programme (announced in Eurex circular 009/18) for the first Trading Participants who demonstrate their readiness to respond to Eurex EnLight RFQs in an automated way until **30 June 2019**
- Extension of the transition period for the discontinuation of rebates on taken-up volumes in Interest Rate Options (announced in Eurex circular 039/18) **until further notice**

Attachments:

- Product Specific Supplements (as of 1 October 2018)
- Price List to the Agreement on the technical connection and the utilization of the Trading System of Eurex Deutschland (as of 2 January 2019)

⚠ **Action required**

⚠ **High priority**

Date: 31 August 2018

Recipients: All Trading Participants of Eurex Deutschland and Vendors

Authorized by: Michael Peters

Target group:

- All departments

Related Eurex Circulars:
114/17, 009/18, 039/18

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~~Liquidity Provider Scheme~~Product Specific Supplement for Options on Euro-OAT Futures

Valid from 01 October 2018

Contact: Rex Jones~~x~~, Product R&D Fixed Income, T +49-69-211-1 78 06**,** rex.jones@eurexchange.com

Preamble

This Product Specific Supplement for Options on Euro-OAT Futures (hereinafter referred to as "Product Specific Supplement") forms an integral part of the LPA. For the avoidance of doubt, Sec. 1 of the LPA applies.

As of 1 January 2018 a Liquidity Provider scheme for Options on Euro-OAT Futures will be offered until and including 31 December 2018. Additionally, a revenue sharing scheme will be offered as of 1 January 2018 until and including 31 December 2018.

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 BBB	Package PBB	Strategy CBB	Larger Size LBB	Tighter Spread TBB	Stress Presence SBB	Revenue Sharing
OOAT	OOAT	✓						✓

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	Upon fulfilment of requirements
Order book	**Basis**	**100%**
	Package	**-**
	Strategy	**-**
	Larger Size	**-**
	Tighter Spread	**-**
	Stress Presence	**-**
	Total	**100%**
Off-book*	**Basis**	**100%**
	Package	**-**
	Strategy	**-**
	Total	**100%**

***** Only off-book block and multilateral transactions are eligible for off-book rebates for Liquidity Provisioning.

Section 3.1.1, paragraph 4 of the General Supplement to the Liquidity Provider Agreement does not apply to taken up transactions in products allocated to Options on Interest Rate Futures if these transactions have been taken up on the Clearing Member's, Non-Clearing Member's or Registered Customer's P-accounts and an equivalent position is subsequently transferred to the corresponding M-accounts.

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:

	OOAT
Quotation Period:	09:00 – 17:15 CET
Required Coverage:	85%
Maturity Range:	The first two expirations need to be quoted
Strike Price Window:	4 out of 17
Response to Quote Requests:	Quote Requests do not have to be answered
Minimum Quote Size:	200 contracts on the bid and ask side
Maximum Spread:	Spread Class “OOAT” (cp. Sec. 5.1)

4. Other monetary incentive schemes: Revenue Sharing

A revenue sharing scheme for Options on Euro-OAT Futures is offered as of 1 January 2018 until 31 December 2018 in accordance with section 3.1.2 of the General Supplement to the LPA. The evaluation takes place on a monthly basis.

	OOAT
Revenue Sharing Pool:	Up to 50% of the net revenues of the product OOAT
Participation Condition:	Fulfilment of Basis Block requirements of the product OOAT
Number of Participants:	Up to 3
Qualification criterion:	The top 3 fulfilling Liquidity Providers participate; ranked according to their share of trading volume in M-accounts (order book and off-book) of all fulfilling Liquidity Providers
Distribution Method:	Ranked according to their share of trading volume in M-accounts (order book and off-book) of all qualifying Liquidity Providers the top Liquidity Provider will receive 25% of the net revenues, while 15% and 10% will be shared with the Liquidity Providers ranked 2 and 3

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
		1st Exp.	2nd Exp.	5 days prior to Exp. for both Exp.	
OOAT	0.20	0.10	0.14	0.14	points
	0.50	0.12	0.18	0.18	points
	1.00	0.18	0.22	0.22	points
	2.00	0.20	0.30	0.30	points
		0.22	0.35	0.35	points

~~Liquidity Provider Scheme~~Product Specific Supplement for Options on Euro-BTP Futures

Valid from 01 October 2018

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Preamble

This Product Specific Supplement for Options on Euro-BTP Futures (hereinafter referred to as "Product Specific Supplement") forms an integral part of the LPA. For the avoidance of doubt, Sec. 1 of the LPA applies.

As of 1 January 2018 a Liquidity Provider scheme for Options on Euro-BTP Futures will be offered until and including 31 December 2018. Additionally, a revenue sharing scheme will be offered as of 1 January 2018 until and including 31 December 2018.

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 BBB	Package PBB	Strategy CBB	Larger Size LBB	Tighter Spread TBB	Stress Presence SBB	Revenue Sharing
OBTP	OBTP	✓						✓

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	Upon fulfilment of requirements
Order book	**Basis**	**100%**
	Package	**-**
	Strategy	**-**
	Larger Size	**-**
	Tighter Spread	**-**
	Stress Presence	**-**
	Total	**100%**
Off-book*	**Basis**	**100%**
	Package	**-**
	Strategy	**-**
	Total	**100%**

***** Only off-book block and multilateral transactions are eligible for off-book rebates for Liquidity Provisioning.

Section 3.1.1, paragraph 4 of the General Supplement to the Liquidity Provider Agreement does not apply to taken up transactions in products allocated to Options on Interest Rate Futures if these transactions have been taken up on the Clearing Member's, Non-Clearing Member's or Registered Customer's P-accounts and an equivalent position is subsequently transferred to the corresponding M-accounts.

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:

	OBTP
Quotation Period:	09:00 – 17:15 CET
Required Coverage:	85%
Maturity Range:	The first two expiration months need to be quoted
Strike Price Window:	4 out of 17
Minimum Quote Size:	100 contracts on the bid and ask side
Maximum Spread:	Spread Class “OBTP” (cp. Sec. 5.1)

4. Other monetary incentive schemes: Revenue Sharing

A revenue sharing scheme for Options on Euro-BTP Futures is offered as of 1 January 2018 until 31 December 2018 in accordance with section 3.1.2 of the General Supplement to the LPA. The evaluation takes place on a monthly basis.

	OBTP
Revenue Sharing Pool:	Up to 50% of the net revenues of the product OBTP
Participation Condition:	Fulfilment of Basis Block requirements
Number of Participants:	Up to 5
Qualification criterion:	The top 5 fulfilling Liquidity Providers participate; ranked according to their share of trading volume in M-accounts (order book and off-book) of all fulfilling Liquidity Providers
Distribution Method:	Ranked according to their share of trading volume in M-accounts (order book and off-book) of all qualifying Liquidity Providers the top Liquidity Provider will receive 15% of the net revenues, while 12.5% ,10% , 7.5% and 5% will be shared with the Liquidity Providers ranked 2, 3, 4 and 5

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**
		1st Exp.	**2nd Exp.**	**5 days prior to Exp. for both Exp.**	
OBTP	0.20	0.15	0.21	0.21	points
	0.50	0.18	0.27	0.27	points
	1.00	0.27	0.33	0.33	points
	2.00	0.30	0.45	0.45	points
		0.33	0.53	0.53	points

~~Liquidity Provider Scheme~~Product Specific Supplement for Options on Euro-Bund-, Euro-Bobl- and Euro-Schatz-Futures

Valid from 01 October 2018

Contact: Miroslav Budimir, Market Models, T +49-69-211-1 34 41**,** miroslav.budimir@deutsche-boerse.com

Preamble

This Product Specific Supplement for Options on Euro-Bund-, Euro-Bobl- and Euro-Schatz-Futures (hereinafter referred to as "Product Specific Supplement") forms an integral part of the LPA. For the avoidance of doubt, Sec. 1 of the LPA applies.

As of 1 January 2018 a Liquidity Provider scheme for Options on Euro-Bund-, Euro-Bobl- and Euro-Schatz-Futures will be offered until further notice.

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 BBB	Package PBB	Strategy CBB	Larger Size LBB	Tighter Spread TBB	Stress Presence SBB	Revenue Sharing
EFIO	OGBL, OGBM, OGBS	✓	✓	✓	✓	✓		

The requirements for Strategy Block, Larger Size Block, Tighter Spread Block and Stress Presence 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 LPA in accordance with the table below. The evaluation takes place on a monthly basis.

Execution type	Building Block	OGBL	OGBM	OGBS
Order book	**Basis**	**According to Eurex Clearing Price List**	**According to Eurex Clearing Price List**	**According to Eurex Clearing Price List**
	Package			
	Strategy			
	Larger Size			
	Tighter Spread			
	Stress Presence			
	Total			
Off-book*	**Basis**	**According to Eurex Clearing Price List**	**According to Eurex Clearing Price List**	**According to Eurex Clearing Price List**
	Package			
	Strategy			
	Total			

***** Only off-book block and multilateral transactions are eligible for off-book rebates for Liquidity Provisioning.

Section 3.1.1, paragraph 4 of the General Supplement to the Liquidity Provider Agreement does not apply to taken up transactions in products allocated to Options on Interest Rate Futures if these transactions have been taken up on the Clearing Member's, Non-Clearing Member's or Registered Customer's P-accounts and an equivalent position is subsequently transferred to the corresponding M-accounts.

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:

	OGBL	OGBM	OGBS
Quotation Period:	09:00 – 17:30 CET		
Required Coverage:	80%		
Maturity Range:	The first two expirations need to be quoted		
Strike Price Window:	4 out of 17		
Response to Quote Requests:	Quote requests do not have to be answered		
Minimum Quote Size:	50 contracts on the bid and ask side		
Maximum Spread:	Spread Class "EFIO" (cp. Sec. 4.1)		

3.2. Package Block Requirements

	EFIO
Package components:	OGBL, OGBM, OGBS
Maturity Range:	The first three expirations need to be quoted
Required Coverage:	90%
Minimum Quote Size:	150 contracts on the bid and ask side for the first expiration; 100 contracts on the bid and ask side for the second expiration; 25 contracts on the bid and ask side for the third expiration
Number of monthly exceptions:	The requirements in all three options need to be fulfilled in order to fulfil the Package Block for OGBL, OGBM and OGBS

4. Quotation Requirements

4.1. Available Spread Classes

Spread Class	Bid up to	Maximum Spread				Unit
		1st Exp.	2nd Exp.	3rd Exp.	5 days prior to Exp. for 1st Exp.	
EFIO	0.09	0.05	0.09	0.14	0.09	points
	0.29	0.06	0.12	0.18	0.09	points
	1	0.09	0.18	0.27	0.12	points
		0.12	0.24	0.36	0.12	points

~~Liquidity Provider Scheme~~Product Specific Supplement for Weekly Options on Euro-Bund Futures

Valid from 01 October 2018

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Preamble

This Product Specific Supplement for Weekly Options on Euro-Bund Futures (hereinafter referred to as "Product Specific Supplement") forms an integral part of the LPA. For the avoidance of doubt, Sec. 1 of the LPA applies.

As of 1 January 2018 a Liquidity Provider scheme for Weekly Options on Euro-Bund Futures will be offered until and including 31 December 2019.

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 BBB	Package PBB	Strategy CBB	Larger Size LBB	Tighter Spread TBB	Stress Presence SBB	Revenue Sharing
OGBWE	OGB1/2/3/ 4/5	✓	✓					

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	Upon fulfilment of requirements
Order book	**Basis**	**0%**
	Package	**100%**
	Strategy	**-**
	Larger Size	**-**
	Tighter Spread	**-**
	Stress Presence	**-**
	Total	**100%**
Off-book*	**Basis**	**0%**
	Package	**100%**
	Strategy	**-**
	Total	**100%**

***** Only off-book block and multilateral transactions are eligible for off-book rebates for Liquidity Provisioning.

Section 3.1.1, paragraph 4 of the General Supplement to the Liquidity Provider Agreement does not apply to taken up transactions in products allocated to Options on Interest Rate Futures if these transactions have been taken up on the Clearing Member's, Non-Clearing Member's or Registered Customer's P-accounts and an equivalent position is subsequently transferred to the corresponding M-accounts.

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:

	OGBWE
Quotation Period:	09:00 – 17:30 CET
Required Coverage:	75%
Maturity Range:	The front month needs to be quoted
Strike Price Window:	3 out of 11
Response to Quote Requests:	Quote requests do not have to be answered
Minimum Quote Size:	50 contracts on the bid and ask side
Maximum Spread:	Spread Class “OGBWE 1” for the nearest expiration, spread class “OGBWE 2” for the subsequent expirations (cp. Sec. 4.1)

3.2. Package Block Requirements

In order to receive the Liquidity Provider rebates pursuant to Sec. 2 above, the following quotation requirements shall apply to a package of products:

	OGBWE
Package components:	OGB1, OGB2, OGB3, OGB4, OGB5
Fulfilment criterion:	In order to fulfil the package block requirements the basis block requirements in the scheme “OGBWE” need to be fulfilled for all package components with an expiration date within the next 2 calendar weeks

4. Quotation Requirements

4.1. Available Spread Classes

Spread Class	**Bid up to**	**Maximum Spread**	**Unit**
OGBWE 1	0.09	0.05	points
	0.29	0.06	points
	1.00	0.09	points
		0.12	points
OGBWE 2	0.09	0.09	points
	0.29	0.09	points
	1.00	0.12	points
		0.12	points

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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Price List to the Agreement on the technical connection and the utilization of the Trading System of Eurex Deutschland (Connection Agreement)

[…]

4. Excessive System Usage Fee

[…]

~~5. Selective Request for Quote Service („SRQS“) (Section 4.9 of the Conditions for Trading at Eurex Deutschland)~~

~~5.1 Arranging Fee~~

~~(1) The Responder to the Request for Quote is charged an arranging fee per final SRQS Order. Only contracts of the largest leg of the final SRQS Order are charged.~~

~~(2) Exempt from paragraph (1) sentence 2 are Options Volatility Strategies w~~here ~~additionally the underlying futures leg is charged.~~

~~(3) The fee may differ for each product and is defined in the following table:~~

~~Product / Product Group~~	~~Currency~~	~~Fee per contract~~
~~**Interest Rate Derivatives**~~		
~~**Interest Rate Futures**~~		
~~Three-Month EURIBOR Futures~~	~~EUR~~	~~0.25~~
~~Euro Bund Futures~~	~~EUR~~	~~0.25~~
~~Euro Bobl Futures~~	~~EUR~~	~~0.25~~
~~Euro Schatz Futures~~	~~EUR~~	~~0.25~~
~~Euro-OAT Futures~~	~~EUR~~	~~0.25~~
~~Euro-BTP Futures~~	~~EUR~~	~~0.25~~
~~**Interest Rate Options**~~		
~~Options on Three-Month EURIBOR Futures, One-Year, Two-Year, Three-Year and Four-Year EURIBOR Mid-Curve Options on Three-Month EURIBOR Futures~~	~~EUR~~	~~0.25~~
~~Options on Euro Bund Futures~~	~~EUR~~	~~0.25~~
~~Options on Euro Bobl Futures~~	~~EUR~~	~~0.25~~

~~Product / Product Group~~	~~Currency~~	~~Fee per contract~~
~~Options on Euro Schatz Futures~~	~~EUR~~	~~0.25~~
~~Options on Euro-OAT Futures~~	~~EUR~~	~~0.25~~
~~Options on Euro-BTP Futures~~	~~EUR~~	~~0.25~~

~~**5.2 SRQS Usage Fee**~~

~~(1) A monthly Usage Fee is charged per trader to each trading participants for the usage of the SRQS. Usage is defined as sending or responding to a Request for Quote.~~

~~(2) The fees per trader are defined in the following table:~~

~~Service~~	~~Chargeable Item~~	~~Fee~~
~~SRQS Usage Fee~~	~~First trader~~	~~500 EUR~~
	~~Each additional trader~~	~~250 EUR~~

~~6.~~5. Maturity and further explanation

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