X-pand into the Future

e u r e x *circular 051/10*

Date: Frankfurt, March 26, 2010

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

Volkswagen AG: Capital Increase

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Content may be most important for:	**Attachments:**
Ü Front Office/Trading Ü Middle + Backoffice Ü Auditing/Security Coordination	none

Summary:

With the consent of the Supervisory Board, the Management Board of the company Volkswagen AG decided on a capital increase against cash contribution on March 23, 2010. All holders of ordinary shares and preferred shares of the company are entitled to subscribe to Volkswagen AG – preferred shares with full dividend rights for 2009. Subscription ratio will be 37:6 and the subscription price of the new shares EUR 65.00. Subscription period will start on March 31, 2010.

As a consequence of the capital increase, an adjustment to the Eurex options and the Eurex stock futures contracts on shares of Volkswagen AG – preferred shares (VO3/VO3F) as well as on shares of Volkswagen AG – ordinary shares (VOW/VOWF) will become necessary.

Ex date will be **March 31, 2010.**

This circular contains a description of the adjustment procedure.

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Volkswagen AG: Capital Increase

Measure:
Capital increase with subscription rights for shareholders of Volkswagen AG

Subscription Ratio: 37:6
i.e. 37 old shares of Volkswagen AG – preferred shares and also of Volkswagen AG – ordinary shares entitle to subscribe to six new shares of Volkswagen AG – preferred shares

Subscription Price:
EUR 65.00

Last cum trading day:
March 30, 2010

Ex date:
March 31, 2010

Start of Subscription Period:
March 31, 2010

Affected Products:
VO3/VO3F/VOW/VOWF

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)

ISIN:
The ISINs of the Volkswagen AG – preferred share (DE0007664039) and of the Volkswagen AG – ordinary share (DE0007664005) will remain unchanged.

Procedure

Determination of Adjustment Factor (R-Factor) for Volkswagen AG – preferred shares:

The official closing auction price of the Volkswagen AG preferred share on Xetra® on March 30, 2010 will be the basis for determination of the R-factor.

The R-factor will be determined with eight decimal places. It is calculated in the following way:

R = ((number of existing shares / number of new shares) * (1 - (issue price of new shares / closing auction price))) + (issue price of new shares / closing auction price)

R = ((37 / 43) * (1 - (65.00 / closing auction price))) + (65.00 / closing auction price)

Determination of Adjustment Factor (R-Factor) for Volkswagen AG – ordinary shares:

As the subscription ratio is equivalent to that of the preferred shares, the same theoretical subscription right value will apply as for preferred shares.

To determine the R-factor, the official closing auction price of Volkswagen AG – ordinary shares on Xetra on March 30, 2010 will be considered in the calculation.

Closing auction price of Volkswagen AG – ordinary shares	S1
S1 minus theoretical value of the subscription right for Volkswagen AG – preferred shares	S2
R-Factor	S2/S1

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.

The 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 100 and version number 0 will be introduced effective March 31, 2010.

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 exercise of adjusted series as of version 2, differences may occur in the delivery process. In report RPTTA111 (All Active / All Inactive Series), the parts of the contract size are listed for which cash payment will take place in case of exercise of an adjusted series.

Futures

1. Adjustment of Contract Size and Variation Margin

The adjustment will be made with 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:

Contract size new = contract size old / R-factor

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 Futures.

2. Introduction of new Contracts

New contracts on both Volkswagen AG – preferred shares and Volkswagen AG – ordinary shares will be introduced with effect from March 31, 2010 with standard contract size 100 and new product codes VO3G and VOWG (separate circular will follow).

As soon as the new contracts are available for trading and there are no more series with open interest in the original contracts on Volkswagen AG (VO3F/VOWF), trading in these contracts will be set on “HALT” and discontinued.

signed: Thomas Lenz

signed: Manfred Weber

Frankfurt, March 26, 2010