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e u r e x *circular 005/07*

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Recipients: All Eurex Members and Vendors
Authorized by: Peter Reitz

U **High priority**

Swiss Stocks: Introduction of New Options

Contact: Tobias Ehinger, Product Strategy, tel. +41-58 85 4-23 08
E-mail: Tobias.Ehinger@eurexchange.com

Content may be most important for:

Ü Front Office/Trading
Ü Middle + Backoffice
Ü IT/System Administration
Ü Auditing/Security Coordination

Attachments:

1. Upated sections of Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich

On the Eurex website only:

2. Application for Admission as Market Maker
3. Registration of Market Maker Licenses at Eurex
4. Market Maker Obligations at Eurex

Summary:

In their session on January 8, 2007 the Management Boards of the Eurex Exchanges approved the following measures to extend the Swiss product range:

1. Introduction of options and LEPOs on shares of Petroplus Holding AG as of **January 22, 2007**
2. Market-Making in the new stock options
3. Changes to Market-Making requirements for the Swiss and Italian packages.

Swiss Stocks: Introduction of New Options

1. Introduction Date

In their session on January 8, 2007 the Management Boards of the Eurex Exchanges decided to introduce options and LEPOs on shares of Petroplus Holding AG denominated in Swiss Francs. The introduction will take place on January 22, 2007.

2. Overview

Options on	Product ISIN	Underlying ISIN	Eurex Code	Country Code	Contract Size	Contract Months	Minimum Price Change
Swiss stocks							
Petroplus Holding	DE000A0LLW34	CH002775224	PPHN	CH	100	24	0.01

3. Contract Months

Options on Petroplus Holding AG are available in maturities of up to 24 months: The three nearest contract months, the three following quarterly contract months (March, June, September and December), and the two following semi-annual contract months (June and December).

4. Exercise Prices

Stock options on Petroplus Holding follow the present Eurex standard for exercise prices (see attachment 1: Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich).

Upon introduction of the options at least seven exercise prices will be made available for each due date with a term of up to 24 months for each call and put such that three exercise prices are in-the-money, one is at-the-money and three out-of-the-money.

For the contract specifications of the different products please also see the Eurex website under the link:

www.eurexchange.com > trading > products > equity derivatives > equity options > selection by country > Swiss equities > Product name > Contract Specifications

5. Risk Parameters

Options on	Eurex Code	Margin Parameters (monthly update)	Margin Class	Position Limits
Swiss stocks				
Petroplus Holding	PPHN	10%	PPHN	152.592

6. Trading Hours*

	Regular trading day					Last trading day			
Options/LEPOs on	**Pre-Trading**	**Trading**	**Post-Trading**			**Post-Trading**			**Exercise/ Notification until**
			Full	**Late 1**	**Restricted**	**Full**	**Late 1**	**Late 2**	
Swiss stocks	7:30	8:52	17:20	19:00	20:00	17:20	19:00		20:00

* All times in CET

7. Mistrade Range

The Mistrade Range for the new equity option will be published on the Eurex website as of January 22, 2007 under the path:

www.eurexchange.com > trading > products > equity derivatives > equity options > selection by country > Swiss equities > product name > contract specifications

8. Market-Making

Market-making will be based on Regular Market-Making (RMM), Permanent Market-Making (PMM) and Advanced Market-Making (AMM) for Swiss stock options. RMM and PMM will be offered as of January 22, 2007.

Petroplus Holding will be included into the Swiss package effective February 1, 2007. The number of monthly exceptions for which no quotation is required, will be increased from presently eleven to twelve.

Besides, the number of monthly exceptions in the Italian package will be increased effective February 1, 2007 from presently one to two.

The following Market-Making parameters will apply:

Options on	**Eurex Code**	**Contract Size**	**Spread Class**	**Minimum quote size (contracts)**		**Maturity Class for PMM/AMM**
				RMM	**PMM/ AMM**	
Swiss stocks						
Petroplus Holding	PPHN	100	9	50	20	12

The exact Market Maker Obligations, valid as of January 22, 2007 will be published on the Eurex website in due time under the path:

www.eurexchange.com > member section > trading > market model > market-making

If you are interested in taking over Market Maker functions for this option, please complete the form "Registration of Market Maker Licenses at Eurex" and return it to Tobias Ehinger, fax +49-69-211-1 44 61. Should you have not yet been admitted as Market Maker so far, please also submit the form "Application for Admission as Market Maker". Both forms can be downloaded from the Eurex website under:

www.eurexchange.com > documents > forms > single forms > market-making

9. Vendor Codes

Vendor codes will be published on the Eurex website as of start of trading under:

www.eurexchange.com > trading > products > vendor product code search

10. Trading Calendar

The trading calendar for Swiss equity options will apply; please refer to the Eurex website under:

www.eurexchange.com > trading > trading calendar

11. Transaction Limits, Minimum Block Trade Size, Minimum Size for Cross- and Pre-arranged Trades, Transaction Fees

The present values for Swiss equity options will be applicable.

12. OTC Function of Flexible Options

The Flexible Options function will be available subject to the acceptance of the Conditions for Utilization of the OTC Trade Entry Facilities (General Conditions for Participation). Should you require a product ISIN for one of the Flexible Options for internal processing please refer to WM Datenservice (www.wmdaten.de).

13. Preparations for Start of Trading

- On January 16, 2007 (Tuesday) the new option and its associated Margin Classes will be set up in the Eurex® system. Corresponding back office transactions will be transmitted electronically.
- From January 17, 2007 (Wednesday) to January 19, 2007 (Friday) after close of trading, settlement prices for all tradable contract months of the options will be transmitted. In addition, transactions for the corresponding PMI file will be generated. The theoretical prices for the options, transmitted within the end of day processing after 21:00 CET, should be ignored.
- Trading in equity options on Petroplus Holding will start on Monday, January 22, 2007. Orders and quotes may be entered in the Eurex® system from 07:30 CET onwards.

Frankfurt, January 10, 2007

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Annex B in relation to subsection 2.6 of the contract specifications:

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	Produkt-ID	Country	Contract size	Term (month)	Minimum Price Change
Other Stock Options (EUR)					
[.....]					
Numico	NUT	NL	100	60	0.01
Oracle	ORC	US	100	12	0.01
Pernod-Ricard	PER	FR	100	60	0.01
Petroplus Holding*	PPHN	CH	100	24	0.01
Peugeot	PEU	FR	100	60	0.01
Phonak	PHBN	CH	50	24	0.01
Pinault-Printemps	PPX	FR	100	60	0.01
Porsche	POR3	DE	10	24	0.01
Publicis Groupe	PU4	FR	100	60	0.01
Puma	PUM	DE	10	24	0.01
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