X-pand into the Future

eurex circular 237/11

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Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich, all Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Michael Peters

Single Stock Futures: Incentive Scheme for Designated Market-Making Extended

Related Eurex circular: 174/10

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Content may be most important for:	**Attachments:**
➲ All departments	1. Quotation Requirements for Designated Market-Making in SSFs 2. Application Form - Designated Market-Making Scheme

The Executive Board of Eurex Clearing AG decided to extend the current Designated Market-Making scheme **until December 31, 2012**.

As Designated Market Makers Members (DMMs), participants commit themselves to continuously provide bid and ask prices for a specified minimum number of contracts in compliance with maximum spreads for a specified period of time.

In return, Eurex Clearing will refund a certain portion of transaction fees for trades concluded by DMMs on M accounts in all SSFs in the respective package. Refunds of transaction fees amount to 80 percent for trades concluded in the electronic order book and 50 percent for trades concluded in the OTC Block Trading facility.

For details on the parameters of the quote obligations, please refer to attachment 1.

If you are interested in becoming a Designated Market Maker, please send the completed application form (attachment 2) to Eurex, c/o Tobias Ehinger, fax number +44-207-862 92 31. Tobias Ehinger will also gladly answer any questions you may have.

The latest Market Maker Obligations are available on the Eurex website under the path:

www.eurexchange.com > Trading & Products > Market Model > Market-Making > Market Maker Obligations

For direct access to the document click on the following link:
http://www.eurexchange.com/trading/market_model/market_making/obligations_en.html

Single Stock Futures: Quotation Requirements for Designated Market-Making in SSFs

1. Designated Market-Making Fees:

Upon fulfillment of quotation requirements on a monthly basis, Eurex Clearing will reimburse part of transaction fees for all trades in SSFs in the respective package concluded by DMMs on the M account. Reimbursement of transaction fees will amount in each case to 80 percent for transactions in the electronic order book and to 50 percent for transactions in OTC Block-Trading.

2. Quotation Requirements:

- Designated Market Makers commit to quote permanently a specified amount of Single Stock Futures in the respective package (no. 2.1). The quotes have to represent a minimum number of contracts (no. 2.3) quoted with a maximum bid-ask spread (no. 2.2).
- The quotation period shall be at least 80 percent of the daily trading hours between 09:00 and 17:30 CET on a monthly average.
- The contract months to be quoted for are in each case the Front Month and the first following quarterly contract month.

2.1 Quotation Packages and Number of Exceptions

Five quotation packages will be offered for Designated Market-Making. Quotation requirements for a package will be considered fulfilled, if quotation requirements were observed for all products contained, whereby a certain number of exceptions per month will be allowed for each package. Eurex reserves the right to reduce the number of exceptions at a later point in time.

Package	Package ID	Eurex Products contained	Number of Package Components	Amount of Monthly Exceptions
EURO STOXX 50®	**ESX50**	All SSFs on components of EURO STOXX 50®	50	14
German	**DE**	All SSFs on components of DAX® 30	30	8
French	**FR**	All SSFs on components of CAC 40	40	15
Swiss	**CH**	All SSFs on components of SMI® Index	20	4
EURO STOXX 50®/ German/French	**ESX50/DE/FR**	All SSFs on components of EURO STOXX 50®, DAX® 30 and CAC 40	88	40

2.2 Spread Classes

Spread Class	Bid prices up to (EUR/CHF)	Maximum Spreads (EUR/CHF)	
		Front Month	First Quarter Contract Month
1	≤ 40.00	0.08	0.12
	> 40.00	0.2%	0.3%
2	≤ 40.00	0.12	0.16
	> 40.00	0.3%	0.4%

2.3 List of Minimum Quote Size and Spread Class Assignment

No.	SSFs on	Product ID	Minimum Quote Size in Contracts	Spread Class	Package ID
SSFs in EUR					
1	ACCOR	ACRH	5	2	FR; ESX50/DE/FR
2	ADIDAS AG NA O.N.	ADSG	5	2	DE; ESX50/DR/FR
3	AIR LIQUIDE	AIRI	10	2	FR; ESX50; ESX50/DE/FR
4	ALCATEL-LUCENT	CGEF	50	2	FR; ESX50/DE/FR
5	ALLIANZ	ALVG	10	1	DE; ESX50; ESX50/DR/FR
6	ALSTOM	AOMG	5	2	FR; ESX50/DE/FR
7	ANHEUSER-BUSCH INBEV	ITKG	5	1	ESX50; ESX50/DE/FR
8	ARCELORMITTAL	ISPG	15	1	FR; ESX50; ESX50/DE/FR
9	ASSICURAZIONI GENERALI	ASGG	2	2	ESX50; ESX50/DE/FR
10	AXA	AXAG	25	1	FR; ESX50; ESX50/DE/FR
11	BASF	BASG	25	1	DE; ESX50; ESX50/DR/FR
12	BAYER	BAYF	25	1	DE; ESX50; ESX50/DR/FR
13	BCO BILBAO VIZCAYA ARGENTARIA	BBVG	25	1	ESX50; ESX50/DE/FR
14	BCO SANTANDER	SANG	25	1	ESX50; ESX50/DE/FR
15	BEIERSDORF AG O.N.	BEIG	10	2	DE; ESX50/DR/FR
16	BMW	BMWF	10	1	DE; ESX50; ESX50/DR/FR
17	BNP PARIBAS	BNPH	10	1	FR; ESX50; ESX50/DE/FR
18	BOUYGUES	BYGF	5	2	FR; ESX50/DE/FR
19	CAP GEMINI	CGMF	5	2	FR; ESX50/DE/FR
20	CARREFOUR	CARG	15	1	FR; ESX50; ESX50/DE/FR
21	COMMERZBANK AG O.N.	CBKG	50	2	DE; ESX50/DR/FR
22	CREDIT AGRICOLE	XCAH	25	1	FR; ESX50/DE/FR
23	CRH	CRGG	10	2	ESX50; ESX50/DE/FR
24	DAIMLER	DAIF	25	1	DE; ESX50; ESX50/DR/FR
25	DANONE	BSNH	10	1	FR; ESX50; ESX50/DE/FR
26	DEUTSCHE BANK	DBKG	25	1	DE; ESX50; ESX50/DR/FR
27	DEUTSCHE BOERSE TENDERED	DB1G	10	2	DE; ESX50; ESX50/DR/FR
28	DEUTSCHE POST AG NA O.N.	DPWF	25	1	DE; ESX50/DR/FR
29	DEUTSCHE TELEKOM	DTEF	50	1	DE; ESX50; ESX50/DR/FR
30	E.ON	EOAH	25	1	DE; ESX50; ESX50/DR/FR
31	EADS	EADF	10	2	FR; ESX50/DE/FR

No.	SSFs on	Product ID	Minimum Quote Size in Contracts	Spread Class	Package ID
32	EDF	E2FF	5	2	FR; ESX50/DE/FR
33	ENEL	ENLG	5	1	ESX50; ESX50/DE/FR
34	ENI	ENTG	5	1	ESX50; ESX50/DE/FR
35	ESSILORINTL	EFXF	5	2	FR; ESX50/DE/FR
36	FRANCE TELECOM	FTEF	50	1	FR; ESX50; ESX50/DE/FR
37	FRESEN.MED.CARE KGAA ST	FMEH	5	2	DE; ESX50/DR/FR
38	FRESENIUS SE+CO.KGAA O.N.	FREG	5	2	DE; ESX50/DR/FR
39	GDF SUEZ	GZFG	10	1	FR; ESX50; ESX50/DE/FR
40	GRP SOCIETE GENERALE	SGEI	10	1	FR; ESX50; ESX50/DE/FR
41	HEIDELBERGCEMENT AG O.N.	HEFG	5	2	DE; ESX50/DR/FR
42	HENKEL AG+CO.KGAA VZO	HENG	5	2	DE; ESX50/DR/FR
43	IBERDROLA	IBEG	25	1	ESX50; ESX50/DE/FR
44	INDITEX	IXDH	10	2	ESX50; ESX50/DE/FR
45	INFINEON TECH.AG NA O.N.	IFXG	50	2	DE; ESX50/DR/FR
46	ING GRP	INNG	50	1	ESX50; ESX50/DE/FR
47	INTESA SANPAOLO	IESI	10	1	ESX50; ESX50/DE/FR
48	K+S AG NA O.N.	SDXH	5	2	DE; ESX50/DR/FR
49	LAFARGE	CILF	5	2	FR; ESX50/DE/FR
50	LINDE AG O.N.	LING	5	1	DE; ESX50/DR/FR
51	L'OREAL	LORF	10	2	FR; ESX50; ESX50/DE/FR
52	LUFTHANSA AG VNA O.N.	LHAF	25	2	DE; ESX50/DR/FR
53	LVMH MOET HENNESSY	MOHF	10	2	FR; ESX50; ESX50/DE/FR
54	MAN SE ST O.N.	MANG	5	2	DE; ESX50/DR/FR
55	MERCK KGAA O.N.	MRKG	5	2	DE; ESX50/DR/FR
56	METRO AG ST O.N.	MEOF	5	1	DE; ESX50/DR/FR
57	MICHELIN	MLXF	5	2	FR; ESX50/DE/FR
58	MUENCHENER RUECK	MU2G	10	1	DE; ESX50; ESX50/DR/FR
59	NOKIA	NO3F	100	1	ESX50; ESX50/DE/FR
60	PERNOD RICARD	PERH	5	2	FR; ESX50/DE/FR
61	PEUGEOT	PEUF	10	2	FR; ESX50/DE/FR
62	PHILIPS ELECTRONICS	PH1F	25	1	ESX50; ESX50/DE/FR
63	PPR	PPXF	5	2	FR; ESX50/DE/FR
64	PUBLICIS GROUPE	PU4F	5	2	FR; ESX50/DE/FR
65	RENAULT	RNLF	5	2	FR; ESX50/DE/FR
66	REPSOL YPF	REPF	10	1	ESX50; ESX50/DE/FR
67	RWE	RWEF	25	1	DE; ESX50; ESX50/DR/FR
68	SAFRAN	SEJF	10	2	FR; ESX50/DE/FR
69	SAINT GOBAIN	GOBG	15	2	FR; ESX50; ESX50/DE/FR
70	SANOFI	SNWF	10	1	FR; ESX50; ESX50/DE/FR
71	SAP	SAPH	25	1	DE; ESX50; ESX50/DR/FR
72	SCHNEIDER ELECTRIC	SNDH	10	2	FR; ESX50; ESX50/DE/FR
73	SIEMENS	SIEF	25	1	DE; ESX50; ESX50/DR/FR
74	STMICROELECTRONICS	SGMF	10	2	FR; ESX50/DE/FR
75	SUEZ ENVIRONMENT	SEVF	5	2	FR; ESX50/DE/FR
76	TECHNIP	THPG	2	2	FR; ESX50/DE/FR

No.	SSFs on	Product ID	Minimum Quote Size in Contracts	Spread Class	Package ID
77	TELECOM ITALIA	TQIF	25	2	ESX50; ESX50/DE/FR
78	TELEFONICA	TEFF	25	1	ESX50; ESX50/DE/FR
79	THYSSENKRUPP AG O.N.	TKAG	10	1	DE; ESX50/DR/FR
80	TOTAL	TOTG	15	1	FR; ESX50; ESX50/DE/FR
81	UNIBAIL-RODAMCO	UBLG	5	2	FR; ESX50; ESX50/DE/FR
82	UNICREDIT	CR5H	10	1	ESX50; ESX50/DE/FR
83	UNILEVER NV	UNIH	25	1	ESX50; ESX50/DE/FR
84	VALLOUREC	VACH	5	2	FR; ESX50/DE/FR
85	VEOLIA ENVIRON	VVDG	5	2	FR; ESX50/DE/FR
86	VINCI	SQUG	10	2	FR; ESX50; ESX50/DE/FR
87	VIVENDI	VVUF	25	1	FR; ESX50; ESX50/DE/FR
88	VOLKSWAGEN PREF	VO3G	10	2	DE; ESX50; ESX50/DR/FR
SSFs in CHF					
1	ABB	ABBF	25	1	CH
2	Actelion	ATLH	5	2	CH
3	Adecco	ADEF	5	2	CH
4	Cie Financière Richemont	CFRI	25	2	CH
5	Credit Suisse Group	CSGG	25	1	CH
6	Givaudan	GIVG	5	2	CH
7	Holcim	HOLH	5	2	CH
8	Julius Bär Gruppe	BAEH	50	2	CH
9	Nestlé	NESG	25	1	CH
10	Novartis	NOVF	10	1	CH
11	Roche Holding	ROGF	5	1	CH
12	SGS	SGSJ	5	2	CH
13	Swatch Group (bearer shares)	UHFF	10	2	CH
14	Swiss Re	SREG	10	1	CH
15	Swisscom	SCMH	10	2	CH
16	Syngenta	SYNG	10	2	CH
17	Synthes	SYSG	2	2	CH
18	Transocean	RIGF	5	2	CH
19	UBS	UBSH	50	1	CH
20	Zurich Financial Services	ZURF	50	1	CH

If due to a corporate action in one of the underlying instruments a successor product is admitted to trading with standard contract size, the successor product will become part of the Quotation Requirements with effect from the first trading day of the next calendar month. This shall also apply if any index component is changed.

Application Form - Designated Market Making Scheme

To Eurex Frankfurt AG
c/o
Tobias Ehinger
Neue Börsenstraße 1

D-60487 Frankfurt am Main

Fax no.: +44-207-862 92 31

Application for the Status of Designated Market Maker in Single Stock Futures Contracts

1. We _____
(name of firm, Member ID)

herewith apply for the status of Designated Market Maker (DMM) in Single Stock Futures contracts included in the relevant packages for the period from October 1, 2011 until December 31, 2012 (commitment period) in accordance with the terms and conditions stated in the Quote Obligations (No. 8).

Package	Package ID	Application ("Y" for "YES")
EURO STOXX® 50	ESX50	
German	DE	
French	FR	
Swiss	CH	
EURO STOXX 50®/German/French	ESX50/DE/FR	

2. As a Designated Market Maker

a) we will provide bid and ask prices in compliance with:

- the minimum number of contracts,
- the maximum spreads,
- the period of time specified (also, and in particular, on a daily basis at the beginning of trading and at the end of trading in the contract), and
- for the defined contract months

as specified in the Quote Obligations.

b) we will give you the name of a manager who has the authorization and expertise necessary to make decisions and act as the coordinator in our firm, who will be available for Eurex with respect to this agreement;

c) we will ensure that technical and personnel resources are available for Designated Market-Making; and

d) we will inform Eurex within one business day in the event that we find ourselves temporarily not in a position to fulfill these obligations.

3. In return

a) Eurex will mention the name of the Eurex Member with Designated Market Maker status in advertising and informative material in connection with the contracts, if applicable;

b) Eurex will supply speakers and printed material for seminars organized by the Designated Market Makers regarding the Single Stock Futures contracts, provided the necessary resources are available.

c) Eurex will refund a certain amount of the trading and clearing fees for the contracts concluded in all products included in the relevant packages (see No. 1) by the Designated Market Makers on M accounts up to December 31, 2012 if the Designated Market Maker fulfils the obligations. Refund of the trading and clearing fees amounts to 80 percent for trades concluded in the electronic order book and 50 percent for trades concluded in the OTC Block Trading facility. The refund for the respective month will be calculated at the beginning of the subsequent month. No refunds will be made if Single Stock Futures are traded on A or P accounts or if the Quote Obligations are not fulfilled.

4. Compliance with the obligations stated under No. 2 shall be monitored by Eurex. In the event that the obligations stated under No. 2 are not met by us, Eurex shall have the right to terminate the agreement and to publicly disclose the termination of the Designated Market Maker status at Eurex' discretion. In this case, Eurex shall be released from its obligations pursuant to No. 3 with immediate effect.

5. Eurex shall have the right to amend or expand one or more of the conditions laid down in this agreement for limited periods of time at its sole discretion with validity for all Designated Market Makers, if it deems this appropriate (for example, in circumstances which lead to high market volatility or if such amendments or expansion is not expected to have an adverse effect on market quality). In the event that Eurex amends or expands one or more conditions, the Designated Market Makers must, for their part, ensure that the Designated Market Makers can also be promptly advised that this situation has ceased to exist.

6. Other than the aforementioned measures, no special status at Eurex shall be accorded to the participant in conjunction with the Designated Market Maker status, which expires on December 31, 2012. After that time, the title "Designated Market Maker" can no longer be used unless otherwise agreed with Eurex.

7. Quote Obligations for Single Stock Futures: see attachment 1 to Eurex Circular 237/11.

8. Exclusively the law of the Federal Republic of Germany applies to this agreement. Sole place of jurisdiction for all disputes in connection with this agreement is Frankfurt am Main.

SHOULD BE FILLED OUT BY THE PERSON DESIGNATED IN ACCORDANCE WITH NUMBER 2. b)

_____
Name / Address of company

_____ _____
Name of the Representative Position

_____ _____
Phone Fax

_____
Place, date

_____ _____
(Signature/Stamp of the company) E-mail address

Please send the completed application for the status of Designated Market Maker to the given fax number.