X-pand into the Future

eurex circular 059/17

Date: 12 June 2017
Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Mehtap Dinc

Banco Popular Español S.A.:
Order of exclusion of delivery (incl. cash settlement) and order of discontinuation of trading with respect to all futures contracts and options contracts on shares of Banco Popular Español S.A.

Contact: Derivatives Trading Operations, T +49-69-211-1 12 10, eurextrading@eurexchange.com

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

Summary:

With respect to all futures contracts and options contracts on shares of Banco Popular Español S.A. (POP, POPP, POPG), the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG order the following on the basis of the Exchange Rules of Eurex Deutschland and Eurex Zürich (Exchange Rules):

1. Exclusion of delivery according to § 15 Paragraph 1 of the Exchange Rules,
2. Immediate cash settlement according to § 15 Paragraph 1 of the Exchange Rules,
3. The relevant price for cash settlement is set to zero (0) euro,
4. Discontinuation of trading according to § 16 Paragraph 1 of the Exchange Rules, and
5. Immediate enforcement (*sofortige Vollziehung*) of the orders under numbers 1. to 4.

The measures will come into effect on **13 June 2017.**

Eurex Deutschland
Börsenplatz 4
60313 Frankfurt/Main
Mailing address:
60485 Frankfurt/Main
Germany

Internet:
www.eurexchange.com

Management Board:
Thomas Book,
Mehtap Dinc, Erik Tim Müller,
Michael Peters, Randolf Roth

ARBN: 101 013 361

Banco Popular Español S.A.: Order of exclusion of delivery (incl. cash settlement) and order of discontinuation of trading with respect to all futures contracts and options contracts on shares of Banco Popular Español S.A.

With respect to all futures contracts and options contracts on shares of Banco Popular Español S.A. (POP, POPP, POPG), the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG order the following on the basis of the Exchange Rules of Eurex Deutschland and Eurex Zürich (Exchange Rules):

1. Exclusion of delivery according to § 15 Paragraph 1 of the Exchange Rules,
2. Immediate cash settlement according to § 15 Paragraph 1 of the Exchange Rules,
3. The relevant price for cash settlement is set to zero (0) euro,
4. Discontinuation of trading according to § 16 Paragraph 1 of the Exchange Rules, and
5. Immediate enforcement *(sofortige Vollziehung)* of the orders under numbers 1. to 4.

The measures will come into effect on 13 June 2017.

On 6 June 2017, the European Central Bank (ECB) decided to classify Banco Popular Español S.A. as failing or likely to fail within the meaning of Art. 18 Paragraph 1 of the Regulation (EU) No. 806/2014 (SRM Regulation). On 7 June 2017, the Single Resolution Board adopted a resolution scheme according to which existing shares of Banco Popular Español S.A. were written down and replaced by new shares which have been sold to Banco Santander S.A.

As a consequence of the write-down and replacement of the (old) shares of Banco Popular Español S.A. by the Single Resolution Board, the fulfilment of delivery obligations with respect to such shares is excluded. Therefore, in order to maintain orderly market conditions, it is required to order with respect to options contracts on shares of Banco Popular Español S.A. the exclusion of delivery and the immediate cash settlement. Due to the unambiguous decisions taken by the Single Resolution Board, the relevant price for cash settlement is to be set to zero (0) euro. The cash settlement amount for options which are in the money is calculated as the difference between the relevant share price and the strike price multiplied by the number of shares underlying the options contract.

Since delivery obligations arising under options contracts on shares of Banco Popular Español S.A. can no longer be fulfilled, it is also required to order the discontinuation of trading in options contracts on shares of Banco Popular Español S.A. in order to maintain orderly exchange trading.

Furthermore, due to the write-down and replacement of the (old) shares of Banco Popular Español S.A., it is required to also order the discontinuation of trading in futures contracts on shares of Banco Popular Español S.A. in order to maintain orderly exchange trading.

The order of immediate execution with respect to aforementioned orders is required in order to maintain orderly exchange trading and is therefore in the public interest.

The measures will come into effect on 13 June 2017.

On 13 June 2017, all Participants with open positions relating to (old) shares of Banco Popular Español S.A. will receive a fax with a full overview of their respective open positions. The cash bookings will take place on 13 June 2017 with value date 14 June 2017. Close-out bookings for the positions will take place in the end-of-day processing on 14 June 2017 with effect from 15 June 2017.

12 June 2017