X-pand into the Future

# e u r e x *circular 253/13*

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**Recipients:** All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
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## Turquoise Hill Resources Ltd.: Capital increase

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**Content may be most important for:**

Ü Front Office/Trading
Ü Middle + Back Office
Ü Auditing/Security Coordination

**Attachments:**
none


**Summary:**

On 26 November 2013, the Executive Board of company Turquoise Hill Resources Ltd. decided, among other things, a capital increase with subscription rights for Turquoise Hill Resources Ltd. shareholders. Subscription ratio will be 1:1. Subscription price for the new shares will be USD 2.40.

As a consequence of the capital increase, adjustment of the Eurex Single Stock Futures contract on shares of Turquoise Hill Resources Ltd. shareholders (IHMF) will become necessary.

Ex date will be **4 December 2013**.

This circular contains a description of the adjustment procedure.



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# Turquoise Hill Resources Ltd.: Capital increase

**Measure:**
Capital increase with subscription rights for the shareholders of Turquoise Hill Resources Ltd.

**Subscription ratio:**
1:1, i.e. one old share of Turquoise Hill Resources Ltd. entitles to subscribe to one new share of Turquoise Hill Resources Ltd.

**Subscription price:**
USD 2.40

**Last cum trading day:**
3 December 2013

**Ex date:**
4 December 2013

**Start of subscription period:**
4 December 2013

**Affected product:**
IHMF

**Reference to underlying Rules & Regulations:**
Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, section 2.6.10.1. (3).

**ISIN:**
The ISIN of the Turquoise Hill Resources Ltd. share (CA9004351081) will remain unchanged.

## Procedure

### Determination of adjustment factor (R-factor)

The settlement price of the Turquoise Hill Resources Ltd. share on the last cum trading day will serve as basis for the adjustment.

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 / settlement price))) + (issue price of new shares / settlement price)

### 1. Adjustment of contract size and variation margin

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 a new contract**

A new Single Stock Futures contract on Turquoise Hill Resources Ltd. shares will be introduced with unchanged standard contract size 100 and new product code IHMG.

The exact introduction date will be communicated in a separate Eurex circular.

As soon as the new contract is available for trading and there are no more contract months with open interest in the original contracts on Turquoise Hill Resources Ltd. (IHMF), trading in these contracts will be set on “HALT” and discontinued.

Furthermore, no new contract months will be introduced in the original contracts on Turquoise Hill Resources Ltd. (IHMF). Existing contract months without open interest will be suspended from trading.

If there is no open interest in the original contract on Turquoise Hill Resources Ltd. (IHMF) on the last cum trading day after close of trading, no adjustment will be made and no new contract will be introduced.

**Please note: An adjustment will only be made if the subscription right has a positive value.**

29 November 2013