X-pand into the Future

eurex *rundschreiben 123/16*

Datum: 8. Dezember 2016
Empfänger: Alle Handelsteilnehmer der Eurex Deutschland und Eurex Zürich sowie Vendoren
Autorisiert von: Mehtap Dinc

⚠ Aktion erforderlich

Wöchentliche Optionen auf Euro-Bund-Futures: Verlängerung des Permanent Market-Making-Programms

Verweis auf Eurex-Rundschreiben: 046/15, 230/15

Verweis auf Eurex Clearing-Rundschreiben: 032/15, 151/15

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Zielgruppe:	**Anhänge:**
➲ Alle Abteilungen	1. Market Maker Quote Obligations in Weekly Options on Euro-Bund Futures (nur in englischer Sprache) 2. Designated Market-Maker Agreement for Weekly Options on Euro-Bund-Futures (nur in englischer Sprache)

Die Geschäftsführung der Eurex Deutschland und die Geschäftsleitung der Eurex Zürich AG haben beschlossen, das Permanent Market-Making-Programm (PMM) für wöchentliche Optionen auf Euro-Bund-Futures (OGB1-5) vom **1. Januar 2017 bis zum 31. Dezember 2017** zu verlängern. Damit soll die Liquidität im Orderbuch sichergestellt und weiter verbessert werden.

Das bestehende Permanent Market-Making-Programm, das seit Januar 2016 läuft und mit Eurex-Rundschreiben 230/15 angekündigt wurde, wird fortgeführt. Vom 1. Januar 2017 bis zum 31. Dezember 2017 erhalten Market-Maker bei Erfüllung 100 Prozent Rabatt auf Transaktionen in den genannten Produkten. Ein Auszug aus den Market-Maker-Verpflichtungen ist diesem Rundschreiben angehängt (Anhang 1).

Interessenten für das Designated Market-Making-Programm bitten wir, das ausgefüllte Anmeldeformular im Anhang 2 an Stefanie Block, per Fax oder E-Mail an stefanie.block@eurexchange.com zu senden.

Informationen zu den entsprechenden Beschlüssen der Eurex Clearing AG werden zu einem späteren Zeitpunkt in einem separaten Eurex Clearing-Rundschreiben veröffentlicht. Die neuen Programme sind daher vorbehaltlich der entsprechenden Beschlüsse durch die Eurex Clearing AG.

Market Maker Quote Obligations in Weekly Options on Euro-Bund Futures:

Weekly Bund Options (OGB1-5): PMM Quotation Requirements		
Bid prices up to...	**Maximum Spread**	
	First and Second Expiry Weekly Option	**Max. Spread 5 Trading Days prior to Expiration**
0 - 0.09	0.05	0.09
0.1 - 0.29	0.06	0.09
0.30 - 1.00	0.09	0.12
1.01 - 999.99	0.12	0.12

Quotation Size:

50 contracts on the bid and ask side

Committed Quotation Time:

Continuous quotation for an average of 75 percent of the trading period between 08:00 and 17:15 CET (calculated on a monthly average) on each exchange trading day per calendar month for the first two weekly options expirations.

Strike Prices/Expirations:

Permanent Market-Makers (PMMs) will be obliged to quote calls and puts in three strikes out of a strike price window of 11 strikes around the current underlying price in the first two weekly expirations; this means six series have to be quoted in total for every weekly expiration. Strikes selected for the strike price window are the 11 strikes nearest to the current price of the respective Fixed Income Future. Asymmetric quotation is allowed.

Fast Market:

In fast market conditions (definition and announcement by the Eurex Exchanges) the spread will be doubled and the number of contracts to be quoted will be halved.

Market-Making scheme and Incentives:

The Market-Making scheme will run between 1 January 2017 and 31 December 2017.

Upon fulfillment of obligations, Participant firms will receive a 100 percent exchange fee rebate on M-accounts for trades in all Weekly Options on Euro-Bund Futures. Rebates apply for the entire Participant firm Market-Making volume.

Attachment 2 to Eurex Circular 123/16

Please return by email or fax to:

Stefanie Block
stefanie.block@eurexchange.com
Fax no. +49-69-211- 61 34 41

Market-Maker Agreement for Weekly Options on Euro-Bund-Futures

dated as of: _____

1. Eurex Frankfurt AG ("EFAG") and Eurex Clearing AG ("ECAG") and

_____ ("Participant")

(Name of Participant/Member ID)

hereby enter into this Designated Market-Maker Agreement (the "Agreement") for the period from **01 January until 31 December 2017** under the conditions outlined below with respect to the following products:

Eurex product	Eurex product code	Please tick (✓) box if appropriate
Weekly Options on Euro-Bund Futures	OGB1, OGB2, OGB3, OGB4, OGB5	☐

2. The Participant shall

a) Fulfil the Market-Making Scheme for the in Number 1 defined products as set out in Attachment 1 to Eurex circular 123/16, as amended by the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG and as agreed upon by the Designated Market-Makers from time to time ("Eurex Market-Making Obligations") and published via Eurex circular. The current Eurex Market-Making Obligations for in Number 1 defined products were published in Eurex circular 123/16.

b) Provide EFAG with the name of a manager who has the authorisation and expertise necessary to make decisions and act as coordinator for the Participant, who will be available for EFAG and ECAG with respect to this Agreement.

3. ECAG shall refund 100 percent of all transaction fees (order book on Eurex Exchanges and off-book-transactions via the Trade Entry Services of ECAG) for the in Number 1 defined products traded by the Designated Market-Makers on M-accounts in these products up to and including 31 December 2017. Refunds will be paid in full only if the Eurex Market-Making Obligations have been fulfilled in the month prior to the month in which they are payable. No refunds will be made for contracts traded on A- or P-accounts.

4. EFAG and ECAG shall, upon occurrence of one of the following events, each be severally entitled to terminate this Agreement with immediate effect by giving notice to the Participant:

   a) The Participant does not comply with the Eurex Market-Making Obligations for four consecutive months counted as of the date of this Agreement. Conformance of the Participant with the Eurex Market-Making Obligations shall be monitored by EFAG. EFAG will determine in its sole discretion whether the Participant has fulfilled the requirements stipulated in the Eurex Market-Making Obligations.

   b) The Participant does not comply with any other of its obligations stated under Number 2 above.

5. The Participant shall, upon occurrence of one of the following events, be entitled to terminate this Agreement with immediate effect by giving notice to ECAG and EFAG:

   1. A significant change in the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich for the aforementioned product(s).
   2. A significant change to the Eurex Market-Making Obligations.

6. The Participant and EFAG and ECAG shall each be severally entitled to terminate this Agreement without giving any reason with one (1) calendar month's prior notice to the Participant.

7. The Participant shall be notified of any changes to this Agreement and the Eurex Market-Making Obligations at least three (3) business days prior to the effective date thereof. The Participant accepts the changes, provided no written objection is filed by the Participant with ECAG and EFAG within three (3) business days after the publication of the changes. Upon filing of such written objection, ECAG and EFAG reserve the right to terminate the Agreement with immediate effect by giving notice to the Participant.

8. EFAG and ECAG offer this contractual agreement to interested Participants. Through signature by the Participant, this Agreement becomes a legally binding contract between the parties and by acceptance by means of silence, even without counter-signature by representatives of EFAG and ECAG.

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

_____

Place, date

Name	Position
Phone	Fax
(Signature/Stamp of the company)	E-mail address

Please send the completed Agreement to the fax number indicated above.