X-pand into the Future

e u r e x *circular 023/12*

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Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
Authorised by: Jürg Spillmann

Action required

Equity Options: Introduction of 17 German Equity Options

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Content may be most important for:

Ü All departments

Attachment:

1. Updated sections of Annex B of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, effective February 10, 2012
2. Market Maker Obligations (excerpt)

Summary:

The Management Boards of the Eurex Exchanges decided to introduce 17 German equity options as detailed in this circular with effect from **February 10, 2012**.

Permanent Market-Making (PMM) will be offered for the new equity options.

The minimum number of tradable contracts for EurexOTC Trade Entry facilities is one contract.

Equity Options: Introduction of 17 German Equity Options

1. Introduction Date

The Management Boards of the Eurex Exchanges decided to introduce 17 German equity options with effect from February 10, 2012.

2. Contract Specifications and Product Parameters

The minimum number of tradable contracts for OTC Trade Entry facilities is one contract. The following table contains all essential product parameters of the new equity options:

Options on	Product ISIN/ Underlying ISIN	Eurex Product Code	Contract Size	Maximum Maturity (months)	Minimum Price Change	Currency
Introduction on February 10, 2012						
German Equity Options (Group ID: DE12)						
Aareal Bank AG	DE0005408116	ARL	100	60	0.01	EUR
Air Berlin PLC	GB00B128C026	AB1	100	60	0.01	EUR
BayWa AG	DE0005194062	BYW6	100	60	0.01	EUR
Deutsche EuroShop AG	DE0007480204	DEQ	100	60	0.01	EUR
Deutsche Wohnen AG	DE000A0HN5C6	DWNI	100	60	0.01	EUR
DEUTZ AG	DE0006305006	DEZ	100	60	0.01	EUR
Douglas Holding AG	DE0006099005	DOU	100	60	0.01	EUR
Fielmann AG	DE0005772206	FIE	100	60	0.01	EUR
Gagfah S.A.	LU0269583422	GFJ	100	60	0.01	EUR
Gerry Weber International AG	DE0003304101	GWI1	100	60	0.01	EUR
GSW Immobilien AG	DE000GSW1111	GIB	100	60	0.01	EUR
Hamburger Hafen u. Logistik AG	DE000A0S8488	HHFA	100	60	0.01	EUR
Heidelberger Druckmaschinen AG	DE0007314007	HDD	100	60	0.01	EUR
KRONES AG	DE0006335003	KRN	100	60	0.01	EUR
Praktiker AG	DE000A0F6MD5	PRA	100	60	0.01	EUR
RATIONAL AG	DE0007010803	RAA	100	60	0.01	EUR
Sixt AG	DE0007231326	SIX2	100	60	0.01	EUR

3. Maturities

The equity options will be tradable for up to 60 months, i.e., until and including the next, the second next and the third next maturity dates and including the next three consecutive quarterly maturity dates (March, June, September, December) as well as the following four semi-annual maturity dates (June and December) as well as two annual maturity dates (December).

4. Exercise Prices

All equity options follow the current Eurex standard for exercise prices of the respective group IDs. Please refer to the contract specifications for details.

Upon introduction of options contracts, at least seven exercise prices are available for trading for each Call and Put for each maturity date in the respective maturities, three of which are in-the-money, one is at-the-money and three are out-of-the-money.

The contract specifications for the new products are also available on the Eurex website under the path:

www.eurexchange.com > Trading & Products > Products > Equity Derivatives > Equity Options

For direct access click on the following link:
http://www.eurexchange.com/trading/products/EQU/OPT/products_en.html

5. Risk Parameters

Margin parameters will be published in good time on the Eurex website under the path:

www.eurexchange.com > Clearing > Risk & Margining > Risk Parameters & Initial Margins

For direct access to the documents click on the following link:
http://www.eurexchange.com/clearing/risk/parameters_en.html

A separate circular will not be distributed.

6. Trading Hours

Trading hours correspond with the relevant trading hours of the existing group IDs. Please refer to the contract specifications for details.

7. Mistrade Ranges, Position Limits

The Mistrade Ranges and position limits for the new equity options will be published as of start of trading on the Eurex website under the path:

www.eurexchange.com > Trading & Products > Products > Equity Derivatives > Equity Options

For direct access click on the following link:
http://www.eurexchange.com/trading/products/EQU/OPT/products_en.html

8. Market-Making

Permanent Market-Making (PMM) will be offered.

As of start of trading, Market Maker Obligations will be published 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

9. Vendor Codes

As of start of trading, data vendor codes for the new instruments will be published on the Eurex website under the path:

www.eurexchange.com > Trading & Products > Products > Vendor Product Code Search

For direct access click on the following link:
http://www.eurexchange.com/trading/products/vendor_product_code_search_en.html

10. Trading Calendar

The existing trading calendar for German equity options will apply. It can be found on the Eurex website under the path:

www.eurexchange.com > Trading & Products > Trading Calendar

For direct access click on the following link:
http://www.eurexchange.com/trading/calendar/2012_en.html

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

The same values apply as for existing equity options with the respective group ID.

12. Product Groups

The new equity options will be assigned to the following groups:

Product Group	Settlement Location Unit	Regulatory Status	Settlement Type	Product Type	Product Segment	Product Currency	Product Code					
German Equity Options	EXS	N	C/P (S)	O	Equity Options	EUR	E	N	S	O	E	E

For further information on the assignment of products and product groups, please refer to Eurex circular 232/07, section 1.6.

13. EurexOTC Trade Entry Facilities

For the Block and Flexible Options facilities, the minimum number of tradable contracts is one contract.

The intra-day non-disclosure limit for EurexOTC Block Trades is 1,001 contracts.

The Flexible Options facility will be available upon acceptance of the General Conditions for Participation.

An overview of the EurexOTC Trade Entry facilities available for the products as well as detailed information on all stock futures and equity options on single product basis with regard to availability, possibility of utilisation and minimum number of tradable contracts for the various EurexOTC Trade Entry facilities is available on the Eurex website. Excel file “Eurex Product List and Product Grouping” contains product parameter “Block Volume Publication Limit“ (see column „Blk Vol Pub Limit“) which defines the limit for volumes up to which EurexOTC Block Trades in the various products are published. Aforementioned information as well as the Excel file can be found under the path:

www.eurexchange.com > Trading & Products > EurexOTC Trade Entry > Trade Entry Parameters

For direct access click on the following link:
http://www.eurexchange.com/trading/eurexotc/trade_entry_parameters_en.html

14. Multicast Groups for the Enhanced Transaction Solution

The new equity options will be allocated to the following groups for German products (please also see Eurex circular 055/11):

Product Code	Underlying	Group
ARL	Aareal Bank AG	4
BYW6	BayWa AG	1
DEQ	Deutsche EuroShop AG	1
DWNI	Deutsche Wohnen AG	1
DEZ	DEUTZ AG	3
DOU	Douglas Holding AG	3
FIE	Fielmann AG	3
GFJ	Gagfah S.A.	1
GWI1	Gerry Weber International AG	1
GIB	GSW Immobilien AG	1
HHFA	Hamburger Hafen u. Logistik AG	1
HDD	Heidelberger Druckmaschinen AG	1
KRN	KRONES AG	1
RAA	RATIONAL AG	1
PRA	Praktiker AG	3
AB1	Air Berlin PLC	1
SIX2	Sixt AG	1

February 9, 2012

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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[…]

Annex B in relation to subsection 2.6 of the Contract Specifications:

Options on Shares of	Product-ID	Group ID*	Cash Market ID*	Contract Size	Maximum Term (Months)	Minimum Price Change	Currency **
[…]							
Aareal Bank AG	ARL	DE12	XETR	100	60	0.01	EUR
BayWa AG	BYW6	DE12	XETR	100	60	0.01	EUR
Deutsche EuroShop AG	DEQ	DE12	XETR	100	60	0.01	EUR
Deutsche Wohnen AG	DWNI	DE12	XETR	100	60	0.01	EUR
DEUTZ AG	DEZ	DE12	XETR	100	60	0.01	EUR
Douglas Holding AG	DOU	DE12	XETR	100	60	0.01	EUR
Fielmann AG	FIE	DE12	XETR	100	60	0.01	EUR
Gagfah S.A.	GFJ	DE12	XETR	100	60	0.01	EUR
Gerry Weber International AG	GWI1	DE12	XETR	100	60	0.01	EUR
GSW Immobilien AG	GIB	DE12	XETR	100	60	0.01	EUR
Hamburger Hafen u. Logistik AG	HHFA	DE12	XETR	100	60	0.01	EUR
Heidelberger Druckmaschinen AG	HDD	DE12	XETR	100	60	0.01	EUR
KRONES AG	KRN	DE12	XETR	100	60	0.01	EUR
RATIONAL AG	RAA	DE12	XETR	100	60	0.01	EUR
Praktiker AG	PRA	DE12	XETR	100	60	0.01	EUR
Air Berlin PLC	AB1	DE12	XETR	100	60	0.01	EUR
Sixt AG	SIX2	DE12	XETR	100	60	0.01	EUR
[…]							

* The group ID as well as the cash market ID shall be assigned by the Eurex Exchanges according to the following table and shall, amongst other things, serve the purpose of determining a market place for the price of the share underlying the contract.

** GBX: Pence Sterling

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Stock options with group ID:

AT12, BE12, CH12, DE12, DE13, ES12, FI12, FI13, FR12, IT12, NL12, RU12, SE12

Product	Product ID	Spread Class	Minimum Quote Size (Contracts) RMM/PMM	Number of Expirations to be quoted for RMM/PMM; the first
Stock Options on				
AAREAL BANK AG	ARL	7	10	6
AIR BERLIN PLC	AB1	6	10	6
BAYWA AG VINK.NA. O.N.	BYW6	7	10	6
DEUTSCHE EUROSHOP AG O.N.	DEQ	7	10	6
DEUTSCHE WOHNEN AG INH	DWNI	7	10	6
DEUTZ AG	DEZ	6	10	6
DOUGLAS HOLDING O.N.	DOU	7	10	6
FIELMANN AG O.N.	FIE	7	10	6
GAGFAH S.A.	GFJ	6	10	6
GERRY WEBER INTERNAT.O.N.	GWI1	7	10	6
GSW IMMOBILIEN AG	GIB	7	10	6
HAMBURG.HAFEN U.LOG.A-SP	HHFA	7	10	6
HEIDELBERGER DRUCKMASCHINEN AG	HDD	6	10	6
KRONES AG O.N.	KRN	7	10	6
PRAKTIKER AG	PRA	6	10	6
RATIONAL AG	RAA	8	10	6
SIXT AG	SIX2	7	10	6