X-pand into the Future

eurex circular 011/11

Date: January 11, 2011
Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Peter Reitz

Action required

Equity Options: Introduction of new Equity Options on Gildemeister AG and Bank Sarasin & Cie AG

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Content may be most important for:

- All departments

Attachments:

1. Updated sections of Annex B of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, effective January 17, 2011
2. Market-Making Obligations effective January 17, 2011 (excerpt)

Summary:

The Management Boards of the Eurex Exchanges decided to introduce of equity options on Gildemeister AG (GLD) and Bank Sarasin & Cie AG (BSAN), effective **January 17, 2011**.

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

The minimum amount of tradable contracts for OTC Wholesale facilities is one contract.

Equity Options: Introduction of new Equity Options on Gildemeister AG and Bank Sarasin & Cie AG

1. Introduction Date

The Management Boards of the Eurex Exchanges decided to introduce of equity options on Gildemeister AG (GLD) and Bank Sarasin & Cie AG (BSAN), effective January 17, 2011.

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2. Contract Specifications and Product Parameters

The following table contains all essential information about the new equity options:

Options on	Product ISIN / ISIN of the Underlying	Eurex Code	Contract Size	Expiration Months	Minimum Price Change	Denomination
Introduction as of January 17, 2011						
German Equity Options (group ID DE12)						
Gildemeister AG	DE0005878003	GLD	100	24	0.01	EUR
Swiss Equity Options (group ID CH12)						
Bank Sarasin & Cie AG	CH0038389307	BSAN	100	24	0.01	CHF

3. Expiration Dates

The equity options will be tradable for up to 24 months, i.e., until and including the next, the second next and the third next expiration dates and including the next three consecutive quarterly expiration dates (March, June, September, December) as well as the following two semi-annual expiration dates (June and December).

4. Exercise Prices

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

Upon introduction of the options contracts, for each Call and Put of each expiration date in the respective expirations under 24 months at least seven exercise prices will be available for trading, three of which are in-the-money, one is at-the-money and three are out-of-the-money.

Contract specifications for the new products are also available for download on the Eurex website under the following path:

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

For direct access to the document 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 due time on the Eurex website under the path:

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

For direct access to the document click on the following link:

http://www.eurexchange.com/clearing/risk/parameters_en.html

In this context, it is not planned to distribute a separate circular.

6. Trading Hours

Trading hours correspond with the trading hours of the already existing group IDs. For details, please refer to the contract specifications.

7. Mistrade Ranges

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

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

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/products/EQU/OPT/products_en.html

8. Position Limits

Position limits will be published on the Eurex website under the following path:

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

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/products/EQU/OPT/products_en.html

9. 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 > Market Model > Market-Making

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/market_model/market_making/obligations_en.html

10. Vendor Codes

At start of trading, data vendor codes will be published on the Eurex website under the path:

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

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/products/vendor_product_code_search_en.html

11. Trading Calendar

The country-specific trading calendars for equity derivatives apply. They can be found on the Eurex website under the path:

www.eurexchange.com > Trading > Trading Calendar

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/calendar/2011_en.html

12. 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.

13. 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	EUR	N	C/P (S)	O	Equity options	CHF	E	N	S	O	E	E
Swiss Equity Options	CHF	N	C/P (S)	O	Equity options	CHF	S	N	S	O	E	C

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

14. OTC Trade Entry Facilities

The minimum amount of contracts to be traded by means of the Block Trade- and Flexible Options facilities is one contract.

The intra-day non-disclosure limit for OTC Block Trades corresponds to 1,001 contracts.

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

An overview of the OTC Trade Entry facilities available for the products and detailed information on all stock futures and equity options on single product basis with regard to availability, possibility of utilization and minimum quote sizes for the various trade entry trading facilities can be found under the path:

www.eurexchange.com > Trading > Wholesale Trading > Wholesale Trading Parameters

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/wholesale/otc_en.html

In Excel file “Eurex Product List and Product Grouping” you will find an overview of the wholesale trading parameters on product level. It is available for downloading under the following path:

www.eurexchange.com > Trading > Wholesale Trading > Wholesale Trading Parameters

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/wholesale/otc_en.html

The Excel file contains the product parameter “Block Volume Publication Limit” (see column “Blk Vol Pub Limit”), which indicates the cap for the volumes up to which OTC Block Trades will be published in the particular products.

If you have any questions or require further information, please contact Dr. Michael Durica at tel. +49-69-211-1 59 23 or e-mail to michael.durica@eurexchange.com.

January 11, 2011

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CHANGES ARE MARKED AS FOLLOWS:

AMENDMENTS 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 **
[…]							
Gildemeister AG	GLD	DE12	XETR	100	24	0.01	EUR
Bank Sarasin & Cie AG	BSAN	CH12	XSWX	100	24	0.01	CHF
[…]							

* 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 others. serve the purpose of determining a market place for the price of the share underlying the contract.

** GBX: Pence Sterling

[…]

Market Maker Obligations effective January 17, 2011
(Excerpt)

Stock options with group ID:
AT12, BE12, CH12, DE12, ES12, FI12, FR12, IT12, NL12, 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				
Gildemeister AG	GLD	7	10	6
Bank Sarasin & Cie AG	BSAN	7	10	6