X-pand into the Future

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Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
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Paddy Power PLC: Extraordinary dividend and name change

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Content may be most important for:

- Front Office/Trading
- Middle + Backoffice
- Auditing/Security Coordination

Attachments:
none

Summary:

On 27 January 2016, the company Paddy Power PLC announced distribution of an extraordinary dividend as well as a name change to Paddy Power Betfair PLC after the merger with Betfair Group PLC. The shareholders of Paddy Power PLC will receive an extraordinary dividend of EUR 1,80 for each existing Paddy Power PLC share.

The extraordinary dividend will result in an adjustment of the Eurex Single Stock Futures contract (PLSF) on shares of Paddy Power PLC.

Ex date will be **2 February 2016.**

This circular contains a description of the adjustment procedure.

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Paddy Power PLC: Extraordinary dividend and name change

Measure:
Distribution of an extraordinary dividend of EUR 1.80 for each existing share of the company Paddy Power PLC as well as a name change from Paddy Power PLC to Paddy Power Betfair PLC

Last cum trading day:
1 February 2016

Ex date:
2 February 2016

Affected products:
PLSF

Adjustment of ISIN:
The ISIN of the Paddy Power PLC share (IE00BWT6H894) will remain unchanged.

Reference to underlying Rules and Regulations:
Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, sections 1.6.7 (2), 1.14.8 (2) and 2.6.10.1 (2)

The product ID as well as the Product ISIN and the ISIN of the underlying instrument of the Eurex Single Stock Futures contract will remain unchanged.

Procedure:

Determination of adjustment factor (R-factor)

The closing auction price of the Paddy Power PLC share at the Irish Stock Exchange on the last cum trading day will be the basis for the adjustment. First, this price will be reduced by the regular dividend. The price resulting from this will be used for determination of the adjustment factor (R-factor).

S1	Closing auction price of the Paddy Power PLC share
S2	S1 minus regular dividend EUR 1.38
S3	S2 minus extraordinary dividend EUR 1.80
R-factor	S3 / S2

Futures

1. Adjustment of contract size and variation margin

The adjustment will be done with the R-factor.

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 outstanding orders and quotes will be deleted after close of trading on the last cum trading day.

The adjustment also refers to existing positions in TES Flexible Futures.

2. Introduction of a new contract

A new Single Stock Futures contract will be introduced on Paddy Power PLC shares with standard contract size 100 and new product code PLSG.

The exact introduction date will be published via the **Market Supervision Messages** window.

As soon as the new contract is available for trading and there are no more contract months with open interest in the original contract on Paddy Power PLC shares (PLSF), trading in these contracts will be put on “HALT” and finally discontinued.

Furthermore, as of 2 February 2016, no new contract months will be introduced in the original contracts (PLSF). Existing contract months without open interest will be suspended from trading.

If there is no open interest on the last cum trading day after close of trading in the original contract on Paddy Power PLC shares (PLSF), no adjustment will be made and no new contract will be introduced. In any case, the name change will be implemented.

1 February 2016