X-pand into the Future

eurex circular 116/11

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Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich, all Clearing-Members of Eurex Clearing AG and Vendors
Authorized by: Peter Reitz

High priority

SENSEX Derivatives: Additional Incentives for Market-Making

Related Eurex Circulars: 135/10, 201/10, 243/10

Contact: Ralf Huesmann, Eurex Product Development, tel. +49-69-211-1 54 43,
e-mail: ralf.huesmann@eurexchange.com

Content may be most important for:

➲ All departments

Attachments:

none

Summary:

The Management Boards of the Eurex Exchanges decided to offer a new incentives scheme for Market Makers in futures on the Indian SENSEX Index. These will apply, for the time being, with immediate effect up to and including **July 31, 2011**.

SENSEX Derivatives: Additional Incentives for Market-Making

The Management Boards of the Eurex Exchanges decided to offer additional incentives for Market Makers in futures on the Indian SENSEX Index. As already announced in Eurex circular 135/10, from April 1, to December 31, 2011, 30 percent of transaction revenues is paid by means of a revenue sharing programme to the complying Designated Market Makers.

Furthermore, for the time being, effective immediately up to and including July 31, 2011, three Market Maker incentive schemes are offered. Two of which (**A1 and A2**) apply to the time period the Indian cash market is opened, one (**B1**) is valid during standard Eurex trading hours:

A1 – Quotation of 90 percent during the time the Indian cash market and Eurex are opened (8:00 MESZ until 12:00 MESZ), with a quotation size of 50 contracts and an average spread of 20 basis points. Members who fulfill the A1 scheme will receive a lump sum of USD 4,000 per month.

A2 – Quotation of 90 percent during the time when the Indian cash market and Eurex are opened (8:00 MESZ until 12:00 MESZ), with a quotation size of 20 contracts and an average spread of 25 basis points. Members who fulfill the A2 scheme will receive a lump sum of USD 2,000 per month.

B1 – Quotation of 80 percent during the time between 8:00 MESZ and 17:30 MESZ, with a quotation size of 20 contracts and an average spread of 75 basis points. Members who fulfill the B1 scheme will receive a lump sum of USD 2,000 per month.

The total number of Market Makers who will be able to benefit from one of the three schemes is limited to five. If more than five Market Makers fulfil one of the three schemes, only the five ones with the highest order book turnover will receive the named incentives.

Eurex will verify the criteria for compliance of Market-Making schemes on a monthly basis and, if appropriate, adjust them.

For any questions you may have or should you have interest in Market-Making in these products please contact Ralf Huesmann at tel. +49-69-211-1 54 43 or e-mail: ralf.huesmann@eurexchange.com.

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