X-pand into the Future

# eurex circular 245/11

**Date:** October12, 2011
**Recipients:** All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors
**Authorized by:** Jürg Spillmann

## Vale S.A.: Additional Dividend

**Contact:** Derivatives Trading Operations, tel. +49-69-211-1 12 10

**Content may be most important for:**

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

**Attachments:**
none


**Summary:**

On September 26, 2011, the Executive Board of the company Vale S.A. decided amongst other things to pay an additional total dividend of USD 1.0 billion (equaling USD 0.19315766066 per share, subject to change).

The additional dividend will result in an adjustment of the Eurex stock futures contract on shares of Vale S.A. (V4LF).

Ex date will be **October 17, 2011**.

This circular contains a description of the adjustment procedure.



Eurex Deutschland
Börsenplatz 4
60313 Frankfurt/Main
Mailing address:
60485 Frankfurt/Main
Germany

T +49-69-211-1 17 00
F +49-69-211-1 17 01
customer.support@
eurexchange.com
Internet:
www.eurexchange.com

Management Board:
Thomas Book, Michael Peters,
Andreas Preuss, Peter Reitz,
Jürg Spillmann

ARBN: 101 013 361

# Vale S.A.: Additional Dividend

**Measure:**
Distribution of additional dividend of USD 0.19315766066 (subject to change) on shares of the company Vale S.A.

**Last Cum Trading Day:**
October 14, 2011

**Ex Date:**
October 17, 2011

**Affected Product:**
V4LF

**Reference to underlying Rules & Regulations:**
Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, Section 1.6.7 (2).

**Adjustment of ISIN:**
The ISIN of the Vale S.A. share (US91912E1055) will remain unchanged.

## Procedure:

**Determination of Adjustment Factor (R-Factor)**

The daily settlement price of the Vale S.A. share at the New York Stock Exchange on the last cum trading day will be the basis for determination of the R-factor.

| | |
|---|---|
| S1 | Settlement price of the Vale S.A. share |
| S2 | S1 minus additional dividend |
| R-factor | S2 / S1 |

**1. Adjustment of Contract Size and Variation Margin**

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 OTC Flexible Futures.

**2. Introduction of a new Contract**

A new contract on Vale S.A. shares will be introduced with standard contract size 100 and new product code V4LG.

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

As soon as the new contract is available for trading and there are no more series with open interest in the original contract on Vale S.A. shares (V4LF), trading in this contract will be put on “HALT” and finally discontinued.

Furthermore, as of October 17, 2011, no new contract months will be introduced in the original contract (V4LF). Existing contract months without open interest will be suspended from trading.

**If there is no open interest after close of trading on the last cum trading day in the original contract on Vale S.A. shares (V4LF), no adjustment will take place and no new contract will be introduced.**

October 12, 2011