X-pand into the Future

e u r e x *circular 056/02*

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Recipients: All Eurex members and vendors
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High Priority

1. Extension of Order Validation for the CONF and FGBX Capital Market Futures

2. Increase of Transaction Limits for FSTX, FSTB and FESB

Related Eurex Circulars: 040/02

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Content may be most important for:	**Attachments:**
➲ All Departments	1. Eurex Order Validation Parameters for Price-Time-Matched Futures 2. Eurex Daily Transaction Limit Overview – as of 8 July, 2002

1. Extension of Order Validation for the CONF and FGBX Capital Market Futures

On 27 June, 2002 the Management Boards of Eurex Deutschland and Eurex Zürich made the decision to extend the plausibility checks described in Circular 040/02 to the CONF and FGBX Capital Market Futures products.

With effect from 08 July, 2002 Market and Stop orders for these two products whose size exceeds 250 contracts will be rejected by the Eurex system with the error message “MAXIMUM ORDER QTY EXCEEDED” and must, if actually intended, be entered as multiple orders.

During the trading period, Limit orders and quotes entered for the CONF and FGBX contracts, including combination orders and quotes, will be subject to an additional plausibility check against a reference price, and in the event of a significant deviation from the reference price will be rejected by the Eurex system with the error message “INVALID PRICE”.

Maximum Deviation from the reference price:	**Relative Value**	**Absolute Value in Points**
CONF (Future on 8-13 Yr. Swiss Gov. BONDS)	0.3%	0.15
FGBX (Future on 20-30 1/2 Yr. German Gov. BONDS)	0.4%	0.20

Due to market prices, the absolute value in points will be used principally (only) for the evaluation of Combination orders and quotes.

Attachment 1 gives a full overview of the order validation parameters for price-time-matched futures at Eurex.

2. Increase of Transaction Limits for FSTX, FSTB and FESB

With effect from 8 July, 2002, the Management Boards of the Eurex Exchanges have also decided to increase the transaction limit floor for the following futures contracts from 6,000 to 9,000 transaction per day per member:

Dow Jones STOXX 50 Future (FSTX)
Dow Jones STOXX Banks Sector Future (FSTB)
Dow Jones Euro STOXX Banks Sector Future (FESB)

Attachment 2 is an updated table of transaction limits and excess fees valid from 8 July, 2002.

Eurex Order Validation Parameters for Price-Time-Matched Futures

Product	Maximum Order Quantity for Market- and Stop Orders	Maximum Permitted Deviation from the Reference Price[1]	
	No. of Contracts	Relative Value	Absolute Value in Points
FDAX (Future on DAX Index)	500	1.0%	4.0
FN50 (Future on Nemax 50 Index)	500	2.0%	4.0
FSMI (Future on SMI Index)	500	1.0%	4.0
FFOX (Future on HEX 25 Index)	50	1.0%	4.0
FESX (Future on Dow Jones Euro STOXX® 50 Index)	1,000	1.0%	4.0
FSTX (Future on Dow Jones STOXX® 50 Index)	250	1.0%	4.0
FGTI (Future on Dow Jones Global Titans 50SM Index)	50	1.0%	1.0
FUTURES on Dow Jones STOXX® Sector Indices	50	1.0%	1.0
FUTURES on Dow Jones Euro STOXX® Sector Indices	50	1.0%	1.0
FGBX (Future on 20 – 30 1/2 Yr. German Gov. Bonds)	250	0.4%	0.20
FGBL (Future on 8 1/2 – 10 1/2 Yr. German Gov. Bonds)	2,000	0.3%	0.15
FGBM (Future on 4 1/2 – 5 1/2 Yr. German Gov. Bonds)	2,000	0.2%	0.10
FGBS (Future on 1 3/4 – 2 1/4 Yr. German Gov. Bonds)	2,000	0.1%	0.05
CONF (Future on 8 – 13 Yr. Swiss Gov. Bonds)	250	0.3%	0.15

[1] For a description of the reference price determination, please see Eurex Circular 040/02

Eurex Daily Transaction Limit Overview – as of 8 July, 2002

Product	Floor	Factor / Trade	Limit per Product			Fee per Transaction in Excess of Limit						Maximum Daily Fee	
			Normal	Manual MQ (MASSQ)	Machine MQ (MMASS)	Products with Currency EUR			Products with Currency CHF			Products in EUR	Products In CHF
						<50%	50-100%	>100%	<50%	50-100%	>100%		
Non-product-specific	n/a	n/a	5,000	n/a	n/a	0.05	0.20	0.00	0.08	0.32	0.00	625.00	1,000.00
Equity Options													
German, Neuer Markt, Swiss, Finnish, Dutch and U.S. Equity Options	n/a	n/a	4,500	3,500	3,500	0.05	0.20	0.00	0.08	0.32	0.00	1,000.00	1,600.00
Other Equity Options	n/a	n/a	4,000	3,000	3,000	0.05	0.20	0.00	n/a	n/a	n/a	875.00	n/a
Money Market Futures													
One-month Euribor Futures	8,000	5	n/a	n/a	n/a	0.50	1.25	5.00	n/a	n/a	n/a	No limit	n/a
Three-month Euribor Futures	12,000	5	n/a	n/a	n/a	0.50	1.25	5.00	n/a	n/a	n/a	No limit	n/a
Options on Money Market Futures	n/a	n/a	12,000	9,000	9,000	0.05	0.20	0.00	n/a	n/a	n/a	2,625.00	n/a
Index Futures													
DAX Futures	9,000	5	n/a	n/a	n/a	0,50	0,50	1,25	n/a	n/a	n/a	No limit	n/a
Dow Jones (Euro) STOXX 50 Futures	9,000	5	n/a	n/a	n/a	0.50	1.25	5.00	n/a	n/a	n/a	No limit	n/a
Dow Jones (Euro) STOXX Banks Sector Futures	9,000	5	n/a	n/a	n/a	0.50	1.25	5.00	n/a	n/a	n/a	No limit	n/a
NEMAX 50, SMI, HEX25 Index Futures	7,000	5	n/a	n/a	n/a	0.50	0.50	1.25	0.80	0.80	2.00	No limit	No limit
Other Index Futures	6,000	5	n/a	n/a	n/a	0.50	1.25	5.00	n/a	n/a	n/a	No limit	n/a
Index Options													
German, Swiss & Finnish Index Options	n/a	n/a	7,000	3,500	3,500	0.05	0.20	0.00	0.08	0.32	0.00	1,312.50	2,100.00
Other Index Options	n/a	n/a	6,000	3,000	3,000	0.05	0.50	0.00	n/a	n/a	n/a	No limit	n/a
Capital Market Futures	12,000	5	n/a	n/a	n/a	0.50	1.25	5.00	0.80	2.00	8.00	No limit	No limit
Options on Capital Market Futures	n/a	n/a	12,000	9,000	9,000	0.05	1.25	0.00	n/a	n/a	n/a	No limit	n/a

- Use of the 'Floor' and 'Factor' parameters in the calculation of daily transaction limits for Futures is described in Circular 092/00.