X-pand into the Future

# e u r e x *circular 175/08*

**Date:** Frankfurt, July 17, 2008

**Recipients:** All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors

## K+S AG: Stock Split and Change of Standard Contract Size

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| **Content may be most important for:** | **Attachments:** |
|---|---|
| Ü Front Office/Trading<br>Ü Middle + Backoffice<br>Ü Auditing/Security Coordination | none |


**Summary:**

On May 14, 2008, the ordinary general meeting of the company K+S AG decided on a stock split at the ratio of 1:4.

Accordingly, one existing share of K+S AG with a theoretical value of the registered capital of EUR 4.00 will be split in four shares with a theoretical value of the registered capital of EUR 1.00 each.

Ex date will be **July 21, 2008**.

The stock split results in an adjustment of the Eurex options and the Eurex stock futures contract on shares of K+S AG (SDF/SDXF).

Also, the standard contract size of the Eurex stock futures contract on shares of K+S AG will be increased von presently 50 to 100 effective the ex date.

This circular contains a description of the adjustment procedure.



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# K+S AG: Stock Split and Change of Standard Contract Size

**Measure:**
Stock split at a ratio of 1:4

**Last Cum Trading Day:**
July 18, 2008

**Ex Date:**
July 21, 2008

**Affected Products:**
SDF / SDXF

**Reference to underlying Eurex Rules & Regulations:**
Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, Sections 2.6.10.1 (6) and 1.6.7 (5).

The updated Contract Specifications will be available on the Eurex website as of the ex date under:

**www.eurexchange.com > Documents > Rules and Regulations**

**Adjustment of Position Limit**

After the stock split the new position limit will be **370.013** contracts.

**ISIN**

It is planned to leave the ISIN of the K+S AG share (DE0007162000) unchanged. Should it still change, we will communicate this timely via the **Market Supervision Messages** window.

**Change of Standard Contract Size**

The standard contract size will be increased from presently 50 to 100 effective the ex date. This is true only for the Eurex stock futures contract. For the Eurex options, the standard contract size will be 100, as before.

## Procedure:

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

Number of old shares = 1 / number of new shares = 4

Accordingly, the R-factor is 0.25000000.

## Options

**1. Adjustment of Strike Prices and Contract Sizes**

Existing strike prices will be multiplied by the R-factor.

Contract sizes will be increased accordingly so that the original contract value will be maintained.

The version number of existing series will be increased by 1.

Please find below a list of all currently existing series before and after the adjustment:

| Strike price old | Version old | Strike price new | Version new | Contract size old | Contract size new |
|---|---|---|---|---|---|
| 6000 | 0 | 1500 | 1 | 100.0000 | 400.0000 |
| 6800 | 0 | 1700 | 1 | 100.0000 | 400.0000 |
| 7600 | 0 | 1900 | 1 | 100.0000 | 400.0000 |
| 8400 | 0 | 2100 | 1 | 100.0000 | 400.0000 |
| 8800 | 0 | 2200 | 1 | 100.0000 | 400.0000 |
| 9200 | 0 | 2300 | 1 | 100.0000 | 400.0000 |
| 9600 | 0 | 2400 | 1 | 100.0000 | 400.0000 |
| 10000 | 0 | 2500 | 1 | 100.0000 | 400.0000 |
| 11000 | 0 | 2750 | 1 | 100.0000 | 400.0000 |
| 12000 | 0 | 3000 | 1 | 100.0000 | 400.0000 |
| 13000 | 0 | 3250 | 1 | 100.0000 | 400.0000 |
| 14000 | 0 | 3500 | 1 | 100.0000 | 400.0000 |
| 15000 | 0 | 3750 | 1 | 100.0000 | 400.0000 |
| 16000 | 0 | 4000 | 1 | 100.0000 | 400.0000 |
| 17000 | 0 | 4250 | 1 | 100.0000 | 400.0000 |
| 18000 | 0 | 4500 | 1 | 100.0000 | 400.0000 |
| 19000 | 0 | 4750 | 1 | 100.0000 | 400.0000 |
| 20000 | 0 | 5000 | 1 | 100.0000 | 400.0000 |
| 22000 | 0 | 5500 | 1 | 100.0000 | 400.0000 |
| 23000 | 0 | 5750 | 1 | 100.0000 | 400.0000 |
| 24000 | 0 | 6000 | 1 | 100.0000 | 400.0000 |
| 25000 | 0 | 6250 | 1 | 100.0000 | 400.0000 |
| 26000 | 0 | 6500 | 1 | 100.0000 | 400.0000 |
| 27000 | 0 | 6750 | 1 | 100.0000 | 400.0000 |
| 28000 | 0 | 7000 | 1 | 100.0000 | 400.0000 |
| 29000 | 0 | 7250 | 1 | 100.0000 | 400.0000 |
| 30000 | 0 | 7500 | 1 | 100.0000 | 400.0000 |
| 31000 | 0 | 7750 | 1 | 100.0000 | 400.0000 |
| 32000 | 0 | 8000 | 1 | 100.0000 | 400.0000 |
| 33000 | 0 | 8250 | 1 | 100.0000 | 400.0000 |
| 34000 | 0 | 8500 | 1 | 100.0000 | 400.0000 |
| 35000 | 0 | 8750 | 1 | 100.0000 | 400.0000 |
| 36000 | 0 | 9000 | 1 | 100.0000 | 400.0000 |
| 37000 | 0 | 9250 | 1 | 100.0000 | 400.0000 |
| 38000 | 0 | 9500 | 1 | 100.0000 | 400.0000 |
| 39000 | 0 | 9750 | 1 | 100.0000 | 400.0000 |
| 40000 | 0 | 10000 | 1 | 100.0000 | 400.0000 |
| 42000 | 0 | 10500 | 1 | 100.0000 | 400.0000 |
| 43000 | 0 | 10750 | 1 | 100.0000 | 400.0000 |

| Strike price old | Version old | Strike price new | Version new | Contract size old | Contract size new |
|---|---|---|---|---|---|
| 44000 | 0 | 11000 | 1 | 100.0000 | 400.0000 |
| 45000 | 0 | 11250 | 1 | 100.0000 | 400.0000 |
| 46000 | 0 | 11500 | 1 | 100.0000 | 400.0000 |
| 48000 | 0 | 12000 | 1 | 100.0000 | 400.0000 |
| 49000 | 0 | 12250 | 1 | 100.0000 | 400.0000 |
| 50000 | 0 | 12500 | 1 | 100.0000 | 400.0000 |
| 51000 | 0 | 12750 | 1 | 100.0000 | 400.0000 |
| 52000 | 0 | 13000 | 1 | 100.0000 | 400.0000 |
| 54000 | 0 | 13500 | 1 | 100.0000 | 400.0000 |
| 56000 | 0 | 14000 | 1 | 100.0000 | 400.0000 |
| 64000 | 0 | 16000 | 1 | 100.0000 | 400.0000 |
| 72000 | 0 | 18000 | 1 | 100.0000 | 400.0000 |

The new contract size for LEPOs will be published after close of trading on the last cum trading day, in case there is open interest. Otherwise, LEPOs will be deleted after close of trading on the last cum trading day.

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

**2. Introduction of new Series**

Effective ex date, new series with version number 0 and standard contract size 100 will be introduced.

## Futures

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

The adjustment will be done by means of the same R-factor as for the options.

To adjust the calculation of the variation margin of the following day, settlement prices from the last cum trading day will be multiplied by the R-factor.

The new contract size will be calculated as follows:

**Contract size old 50.0000 / R factor 0.25000000 = 200.0000 contract size new**

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

**2. Introduction of a new Contract**

On July 15, 2008, a new contract on K+S AG was set up in the Eurex® system with the new standard contract size 100, the product ISIN DE000A0XW0V6 and new product code SDXG. Start of trading will be July 21, 2008.

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

signed: Thomas Lenz

signed: Manfred Weber

Frankfurt, July 17, 2008