X-pand into the Future

eurex circular 063/16

Date: 12 July 2016
Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Mehtap Dinc

Conditions for Trading at Eurex Deutschland and Eurex Zürich: Change to the rule for cross- and pre-arranged trades

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Content may be most important for:	**Attachment:**
➲ All departments	Amended section of the Conditions for Trading at Eurex Deutschland and Eurex Zürich

The Exchange Council of Eurex Deutschland and the Board of Directors of Eurex Zürich AG decided in their sessions on 30 June 2016 and 20 June 2016, respectively, to amend the Conditions for Trading at Eurex Deutschland and Eurex Zürich (Trading Conditions) effective **1 August 2016**.

With the amendment, the waiting time between entry of a Cross Request and entry of mutual executable orders will be reduced from five seconds to one second.

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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[…]

Part 2 General Trading

[…]

2.6 Cross Trades and Pre-Arranged Trades

(1) Orders and quotes relating to the same instrument or combined instrument may, in case they could immediately be executed against each other, neither be entered knowingly by an Exchange Participant (a cross trade) nor pursuant to a prior understanding by two different Exchange Participants (a pre-arranged trade), unless the conditions according to Paragraph 3 have been fulfilled. The same shall apply for the entry of orders as part of a quote.

(2) An Exchange Participant may submit a description of his internal and external links to the EDP system of the Eurex Exchanges to the Market Surveillance Office of Eurex Germany or to the Surveillance and Enforcement Office of Eurex Zürich, with a view to a decision on whether the Exchange Participant acted knowingly within the meaning of Paragraph 1. The details of the specifications of the description of the IT linkage pursuant to sentence 1 shall be determined by the Surveillance Offices of Eurex Germany and Eurex Zürich in agreement with the Management Boards of the Eurex Exchanges. The specifications shall be subject to publication. Disclosure of said specifications to one of the two Surveillance Offices named above shall be deemed to be disclosure to both Eurex Surveillance Offices.

(3) A cross trade or a pre-arranged trade is admissible if a participant in a cross trade or a pre-arranged trade, prior to entering his order or quote, enters a cross request equivalent to the number of contracts of the order. The order or quote giving rise to the cross trade or pre-arranged trade must be entered ~~five~~ one second~~s~~ at the earliest and ~~65~~ 61 seconds at the latest with regard to Money Market Futures contracts, Fixed Income Futures contracts, options on Money Market Futures contracts and options on Fixed Income Futures contracts, respectively ~~35~~ 31 seconds at the latest with regard to all other futures and option contracts after

having entered the cross request. The purchasing Exchange Participant shall bear the responsibility for compliance with the content of the cross request entry.

(4) Paragraphs 1 and 3 shall not apply to transactions consummated during the netting process in an auction (Number 1.4 Paragraphs 2 and Paragraph 3).

(5) Paragraph 1 shall apply mutatis mutandis to other behaviour constituting evasion of this regulation.

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