X-pand into the Future

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Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
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Liberty Global Inc.: Planned takeover offer to the shareholders of Telenet Group Holding NV

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Content may be most important for:

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

Attachments:
none

Summary:

On 20 September 2012, Liberty Global Inc. announced in a press release that it intends to make a voluntary public takeover offer to the shareholders of Telenet Group Holding NV. Accordingly, shareholders of Telenet Group Holding NV shall receive EUR 35.00 in cash for each share they hold.

The circular describes the potential effects this transaction will have on the existing Eurex options on shares of Telenet Group Holding NV (TNET).

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Liberty Global Inc.: Planned takeover offer to the shareholders of Telenet Group Holding NV

On 20 September 2012, Liberty Global Inc. announced in a press release that it intends to make a voluntary public takeover offer to the shareholders of Telenet Group Holding NV. Accordingly, shareholders of Telenet Group Holding NV shall receive EUR 35.00 in cash for each share they hold.

Eurex options on shares of Telenet Group Holding NV (TNET) will be settled at the theoretical fair value, provided the conditions defined in the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, number 2.6.10.1 (7) are met. If these conditions are not met, trading in Telenet Group Holding NV contracts will continue without any changes. The following parameters will be defined for calculation of the theoretical fair value:

Implied volatility

For each series an implied volatility is defined. This volatility is calculated on the basis of the average implied volatility of the daily settlement prices on the ten exchange days preceding the announcement of the offer (6 September 2012 until 19 September 2012). The same volatility will be used for call and put.

Currently, only one series with open interest exists which will expire after the presumed conclusion of the transaction.

The implied volatility for this series is as follows:

Implied volatility Telenet Group Holding NV option			
Expiration year	Expiration month	Strike price	Implied volatility
2012	11	3100	30.56

Effective immediately and as a general rule, no more new series in the Eurex options on Telenet Group Holding NV will be introduced. All series without open interest and expiration date after October 2012 will be deleted.

Interest rate

For calculation of the fair value, implied interest rates will be used.

If there is no open interest in the aforementioned contract, trading in this contract will be set on “HALT” and discontinued.

We will keep you informed about the further procedure whenever changes or new information in the course of the transaction will render this necessary.

21 September 2012