X-pand into the Future

eurex circular 036/17

Date: 12 April 2017
Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Mehtap Dinc

MSCI index derivatives: Introduction of further index futures

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Content may be most important for:

➲ All departments

Attachments:

1. Updated sections of the Contract Specifications for Futures Contracts at Eurex Deutschland and Eurex Zürich
2. Designated Market Maker Agreement for Futures on MSCI Indices
3. Eurex Clearing circular 037/17

Summary:

The Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG took the decision to introduce futures on the following four additional MSCI indexes effective **3 May 2017**:

- MSCI AC Asia ex Japan (NTR, USD)
- MSCI AC Asia (NTR, USD)
- MSCI AC ASEAN (NTR, USD)
- MSCI Pakistan (NTR, USD)

This circular contains all information on the introduction of the new products and the updated sections of the relevant Rules and Regulations of Eurex Deutschland and Eurex Zürich AG. Information on clearing of the new products as well as the updated sections of the relevant Rules and Regulations of Eurex Clearing AG are contained in Eurex Clearing circular 037/17, which we are providing to our Trading Participants as attachment 3.

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MSCI index derivatives: Introduction of further index futures

1. Introduction date

The Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG decided to introduce the derivatives contracts specified below with effect from 3 May 2017.

2. Overview

Underlying instruments					
Index	**Currency**	**Index type**	**ISIN**	**Bloomberg (end of day)***	**Reuters (end of day)***
MSCI AC Asia ex Japan	USD	NTR	XC000A1EZE93	NDUECAXJ	.dMIAX00000NUS
MSCI AC Asia	USD	NTR	XC000A2DB6T2	NDAUACA	.dMIAS00000NUS
MSCI AC ASEAN	USD	NTR	XC000A2DB6V8	NDUESEA	.dMISU00000NUS
MSCI Pakistan	USD	NTR	XC000A2DB6W6	MSEIPKUN	.dMIPK00000NUS

*Under a different ID, all of these indexes are also calculated real-time. Basis for the calculation of the final settlement price, however, are the indexes listed above which are calculated once a day.

Eurex products					
Futures	**Currency**	**Index type**	**Product code**	**ISIN**	**Product type**
MSCI AC Asia ex Japan	USD	NTR	FMXJ	DE000A2DB6Q0	FINX
MSCI AC Asia	USD	NTR	FMAA	DE000A2DB6R8	FINX
MSCI AC ASEAN	USD	NTR	FMSE	DE000A2DB6S6	FINX
MSCI Pakistan	USD	NTR	FMPK	DE000A2DB6U2	FINX

3. Contract specifications

For the detailed contract specifications please see attachment 1.

Underlying instrument	MSCI Indexes
Description of underlying	The index rules and regulations can be found on the MSCI website under www.msci.com.
Contract value	• USD 100 per index point for MSCI AC Asia ex Japan (NTR, USD) and MSCI AC Asia (NTR, USD) • USD 50 per index point for MSCI Pakistan (NTR, USD) • USD 10 per index point for MSCI AC ASEAN (NTR, USD)
Settlement	Cash settlement, due on the first exchange trading day after settlement day
Price determination	In points, with two decimal places
Minimum price change	• MSCI AC Asia ex Japan (NTR, USD) and MSCI AC Asia (NTR, USD): 0.1 (equals USD 10.00) • MSCI AC ASEAN (NTR, USD): 1 (equals USD 10.00) • MSCI Pakistan (NTR, USD): 0.5 (equals USD 25.00)

Underlying instrument	MSCI Indexes
Contract months	The next twelve quarter months of the cycle March, June, September and December (36 months)
Last trading day/ settlement day	The third Friday of each maturity month, if this is an trading day at Eurex Deutschland and Eurex Zürich (collectively the Eurex Exchanges) and (in case of national indexes) at the respective domestic exchange, otherwise the trading day immediately preceeding that day. Close of trading for maturing series: 22:00 CET The settlement day is the trading day following the last trading day.
Final settlement price	Relevant for the MSCI equity index derivatives is the index closing price on the last trading day.

The updated Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich will be published on the Eurex website www.eurexchange.com as of start of trading under:

Resources > Rules and Regulations > Contract specifications

4. Trading hours (CET)

Product	Pre-trading period	Continuous Trading	Post-trading Full Period	Eurex TES Block Trading	Last trading day
					Trading until
MSCI Futures	07:30 – 07:50	07:50 – 22:00	22:00 – 22:30	08:00 – 22:00	22:00

5. Trading calendar

Futures on the MSCI indexes are available for trading on each trading day at the Eurex Exchanges. The exact trading days can be found in the trading calendar which will be published on the Eurex website as of start of trading under the following link:

Trading > Trading calendar

6. Product groups

Product groups of the new products are as follows:

Product	Product group	Settlement location unit	Regulatory status	Settlement type	Product type	Product segment	Product currency	Product group code					
USD-denominated MSCI Futures	E/I Futures in USD	no	not approved for trading in the U.S.	cash	F	Equity index	USD	X	N	C	H	Q	U

7. Market-Making

The Eurex Exchanges offer interested Participants the opportunity to act as Market Makers for the new MSCI index futures.

As Designated Market Makers (DMM) in index futures, Eurex Participants agree to supply bid and ask prices (quotes) for a determined minimum number of contracts while observing defined maximum spreads within a determined period of time.

In return, the Eurex Exchanges will grant its DMMs in the new MSCI futures a 50 percent refund of fees for all transactions executed on M-accounts up to and including 31 December 2017. Fulfilment can be accomplished via the DMM1 or DMM2 scheme, either during European or U.S. trading hours. Multiple refunds will not be granted if the requirements are fulfilled in both schemes or both time intervals.

Additionally, Market-Making rebates and Revenue Sharing will be offered for the additional futures, in accordance to the existing model. This means that the new futures will count towards the volume-based revenue sharing scheme and will be part of the “Developed Markets Package“ and “Emerging Markets Package“, respectively. The number of products to be quoted in order to fulfil the packages remains unchanged. The detailed quote obligations and incentives linked to the two packages are outlined in Eurex Circular 116/16.

The refund will be paid monthly if the Market Maker Obligations have been fulfilled.

Please refer to attachment 2 for the application form for Designated Market-Making in MSCI index futures. Market participants that have already registered as Designated Market Makers in the MSCI index futures do not need to re-apply.

a) Quote obligations: Designated Market-Making in MSCI index futures

Further requirements for the newly admitted products are as follows:

Equity index future on	Eurex product code	Minimum quote size (DMM1)	Maximum spread (DMM1)	Minimum quote size (DMM2)	Maximum spread (DMM2)	Package
		Contracts on bid and ask side	In basis points	Contracts on bid and ask side	In basis points	
MSCI AC Asia ex Japan	FMXJ	5	35	15	75	EM
MSCI AC Asia	FMAA	5	35	15	75	EM
MSCI AC ASEAN	FMSE	5	35	15	75	EM
MSCI Pakistan	FMPK	5	100	15	225	EM

Continuous quotation must cover 70 percent of the trading hours between 09:00 CET and 17:30 CET or 70 percent of the trading hours between 14:30 CET and 22:00 CET. The front month must be quoted at all times; however, five exchange trading days prior to maturity, either the front month or the second maturity month may be quoted.

During the Fast Market phase, the minimum quote size is reduced by 50 percent and the maximum spread is increased by 100 percent.

b) Revenue sharing schemes for Designated Market Makers (DMM)

Designated Market Makers (only DMM1) can qualify for revenue sharing schemes in the aforementioned products. The schemes will run for all products from the product launch date until 31 December 2017.

Distribution takes place on a monthly basis to the Market Makers who qualified. Please refer to the next sections for the detailed revenue allocation.

As before, the revenue sharing amount is 20 percent of the net revenues from order book and off-book trades (transaction fees minus rebates) in MSCI index futures. For calculation, each product is considered separately.

The maximum number of Market Makers who can qualify for the revenue sharing scheme is limited to eight per product and month. If not more than eight Market Makers fulfil the Market Maker Obligations in a month and product, those will share the 20 percent. If more than eight Market Makers fulfil in a given month and product, only those eight Market Makers with the highest order book volumes will receive a share of revenue, whereby

- 5 percent are distributed evenly among all qualifying Market Makers;
- 15 percent are distributed according to the individual Market Maker's share of the overall trading volume of all qualifying Market Makers. Eligible transactions for determination of the trading volume are contracts traded in the order book on the M-account in MSCI index futures only.

8. Excessive System Usage Fee and Order to Trade Ratio

Excessive System Usage Fee and Order to Trade Ratio are determined in line with the existing index derivatives (FINX). For detailed information, please refer to the Eurex website under the links:

Products > Equity Index Derivatives or

Technology > Excessive System Usage Fee or

Technology > Order to Trade Ratio

9. Mistrade parameters

Mistrade ranges for the new index futures will be available for download on the Eurex website as of start of trading under the following link:

Products > Equity Index Derivatives > MSCI Indexes

10. Data vendor codes

At start of trading, vendor codes for the new instruments will be published on the Eurex website under the link:

Products > Vendor Product Codes

11. Further information

In the following, please find information on the new futures on the MSCI indexes, which is likewise contained in Eurex Clearing circular 037/17. The circular by Eurex Clearing AG is enclosed in this circular as attachment 3.

11.1 Admission to the Trade Entry Services

The new futures on the MSCI indexes will be admitted to the Trade Entry Services. Thereby, intra-day non-disclosure limits for the Trade Entry Services apply to the new MSCI Futures. Block Trades that reach or exceed the respective threshold values (see table) will not be disclosed intraday by the trading system T7 of

the Eurex Exchanges. In order to guarantee non-disclosure in such cases, each trade will be validated against the respective non-disclosure limit determined by Eurex Clearing on product level. On the following day, the entire trading volume (including the trading volume which was not disclosed intra-day) will be updated and distributed to the market.

Future on	Eurex product code	Minimum Block-Trade Size	Intra-day non-disclosure limit
MSCI AC Asia ex Japan	FMXJ	1	1,500
MSCI AC Asia	FMAA	1	2,000
MSCI AC ASEAN	FMSE	1	1,000
MSCI Pakistan	FMPK	1	1,000

Participants who are already registered for the Trade Entry Services may use the respective functions for the new index futures without any further action.

Participants wishing to use the Trade Entry Services for the first time should confirm their acceptance of the General Conditions for Participation by signing the appropriate form and returning it to the Eurex Exchanges. In addition, where the member firm is a Non-Clearing Member, its General Clearer must sign and return the General Clearer's Declaration Agreement at the same time.

The necessary forms can be found on the Eurex website under the following link:

Resources > Forms

11.2 Eurex Flexible Futures Service

The Eurex Flexible Futures Service will also be available for futures on the new MSCI indexes upon acceptance of the General Conditions for Participation.

11.3 Transaction fees and rebates

The following fees and rebates apply for trading, clearing and settlement for derivatives on the new MSCI indexes:

Contract	Currency	Standard fee per contract (contract number ≤ threshold value)	Reduced fee per contract (contract number > threshold value)	Threshold value A-accounts (contract number)	Threshold value P-accounts (contract number)
On-exchange trades					
MSCI-Futures (USD denominated)	USD	0.50	n. a.	n. a.	n. a.
Off-exchange trades					
MSCI Futures (USD denominated)	USD	0.75	n. a.	n. a.	n. a.

For further details, please refer to the current Price List of Eurex Clearing AG on the Eurex website under the link:

Resources > Rules and Regulations > Price list

11.4 Risk parameters

As of start of trading, risk parameters of the new product will be published on the Eurex website under the link:

Market data > Clearing data > Risk parameters and initial margins

The risk parameters for the new product can be found on the Eurex Clearing website www.eurexclearing.com under the link:

Risk management > Risk parameters

There, you will also find an up-to-date list with details for all Prisma-eligible Eurex products.

12 April 2017

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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[…]

1. Part: Contract Specifications for Futures Contracts

[…]

1.3 Subpart: Contract Specifications for Index Futures Contracts

The following subpart contains contract specifications for Futures contracts on stock index („Index Futures Contracts“).

1.3.1 Subject Matter of Contract

(1) An Index Futures Contract is a futures contract on a specific stock index.

(2) Futures Contracts on the following stock indices are available for trading at the Eurex Exchanges such that the publication of the enclosed institutions shall determine the composition, weighting and calculation:

[…]

- MSCI AC ASEAN (NTR, USD) (MSCI Inc.)
- MSCI AC Asia (NTR, USD) (MSCI Inc.)
- MSCI AC Asia Pacific ex Japan Index (MSCI Inc.)
- MSCI AC Asia ex Japan Index (NTR, USD) (MSCI Inc.)

[…]

- MSCI Pakistan (NTR, USD) (MSCI Inc.)

[…]

[…]

(5) The value of a futures contract shall be:

- […]
- USD 10 per index point for Futures Contracts on the EURO STOXX 50® Index (Product ID: FESQ; the product FESQ is a quanto future, meaning the product currency (USD) differs from the currency of the index (EURO STOXX 50® Index, calculated in EUR)), RDX® USD Index, MSCI AC ASEAN (NTR, USD), MSCI

Australia Index, MSCI Canada (GTR, USD), MSCI Canada (NTR, USD), MSCI Colombia Index, MSCI Europe (GTR, USD), MSCI Europe Index (NTR, USD), MSCI Frontier Markets Index, MSCI Indonesia, MSCI Japan Index (NTR, USD), MSCI Japan (GTR, USD), MSCI Kokusai Index (NTR & GTR), MSCI North America (GTR, USD), MSCI North America (NTR, USD), MSCI Pacific Index (NTR & GTR), MSCI Pacific ex Japan, MSCI Peru Index, MSCI Qatar, MSCI Russia Index (Price, USD), MSCI Thailand Index, MSCI United Kingdom (NTR, USD), MSCI USA (GTR, USD), MSCI USA (NTR, USD) Index, MSCI USA Equal Weighted Index, MSCI USA Momentum Index, MSCI USA Quality Index, MSCI USA Value Weighted Index, MSCI World Index (GTR, USD) and the MSCI World Index (NTR & Price, USD)

- […]
- USD 50 per index point for Futures Contracts on the MSCI Chile Index, MSCI China Free Index, MSCI Czech Republic Index, MSCI Egypt Index, MSCI Mexico Index, MSCI Emerging Market Index (Price, USD), MSCI Pakistan (NTR, USD), MSCI Philippines Index, MSCI Russia Index (NTR, USD), MSCI United Arab Emirates Index and the MSCI World Midcap Index
- USD 100 per index point for Futures Contracts on the MSCI AC Asia (NTR, USD), MSCI AC Asia Pacific Index, MSCI AC Asia Pacific ex Japan Index, MSCI AC Asia ex Japan (NTR, USD), MSCI ACWI (NTR, USD), MSCI ACWI ex USA Index, MSCI Emerging Markets Index (NTR, USD), MSCI Emerging Markets Asia Index, MSCI Emerging Markets EMEA Index, MSCI Emerging Markets Latin America Index, MSCI Hungary Index, MSCI India Index, MSCI Malaysia Index, MSCI Morocco Index, MSCI New Zealand, MSCI Poland Index and the MSCI South Africa Index.

[...]

[...]

1.3.5 Price Gradations

The price of Index Futures Contracts shall be quoted in points. The minimum price change (Tick) shall be:

- [...]
- 0.1 points at
  - [...]
  - MSCI AC Asia (NTR, USD) and MSCI AC Asia ex Japan (NTR, USD), this represents a value of USD 10.00
  - [...]
- 0.5 points at
  - [...]
  - MSCI Chile, MSCI China Free, MSCI Czech Republic, MSCI Egypt, MSCI Mexico, MSCI Pakistan (NTR, USD), MSCI Philippines and MSCI Russia (NTR, USD) and MSCI World Midcap, this represents a value of USD 25,00

- 1 point at
  - [...]
  - MSCI AC ASEAN (NTR, USD), MSCI Australia, MSCI Canada (GTR, USD), MSCI Canada (NTR, USD), MSCI Colombia, MSCI Europe (GTR, USD), MSCI Europe (NTR, USD), MSCI Japan (NTR & GTR), MSCI North America (GTR, USD), MSCI North America (NTR, USD), MSCI United Kingdom (NTR, USD), MSCI Kokusai (NTR & GTR), MSCI Pacific (NTR & GTR), MSCI Pacific ex Japan, MSCI USA (GTR, USD), MSCI USA (NTR, USD), MSCI USA Equal Weighted, MSCI USA Momentum, MSCI USA Quality, MSCI USA Value Weighted, MSCI World (GTR, USD) and MSCI World (NTR, USD), this represents a value of USD 10

[…]

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Attachment 2 to Eurex Circular 036/17

Please return by email or fax to:

ralf.huesmann@eurexchange.com
Fax no. +49-69-211- 61 54 43

Designated Market Maker Agreement for Futures on MSCI Indices

dated as of: _____

1. Eurex Frankfurt AG ("EFAG") and Eurex Clearing AG ("ECAG") and

_____ ("Participant")

(Name of Participant/Member ID)

hereby enter into this Designated Market Maker Agreement (the "Agreement") under the conditions outlined below and the Quote Obligations in this circular with respect to the following products (please either tick for full packages or for individual Futures):

Package	**Please tick (√) the appropriate box**
Developed Markets package (i.e. all Futures shown in the next table as "**DM**")	☐
Emerging Markets package (i.e. all Futures shown in the next table as "**EM**")	☐

Package changes compared to the current scheme are marked in green.

Package	**Futures on**	**Currency**	**Index type**	**Eurex code**	**Please tick (√) the appropriate box**
DM	MSCI Australia	USD	NTR	FMAU	☐
DM	MSCI Canada	USD	NTR	FMCA	☐
DM	MSCI Canada	USD	GTR	FMGC	☐
DM	MSCI France	EUR	NTR	FMFR	☐
DM	MSCI France	EUR	GTR	FMGF	☐
DM	MSCI Hong Kong	USD	NTR	FMHK	☐
DM	MSCI Japan	USD	GTR	FMJG	☐
DM	MSCI Japan	USD	NTR	FMJP	☐
DM	MSCI New Zealand	USD	NTR	FMNZ	☐
DM	MSCI UK	USD	NTR	FMDK	☐

DM	MSCI UK	GBP	NTR	FMUK	□
DM	MSCI USA	USD	GTR	FMGS	□
DM	MSCI USA	USD	NTR	FMUS	□
DM	MSCI USA Equal Weighted (High Exposure)	USD	NTR	FMUE	□
DM	MSCI USA Momentum (High Exposure)	USD	NTR	FMUM	□
DM	MSCI USA Quality (High Exposure)	USD	NTR	FMUQ	□
DM	MSCI USA Value Weighted (Capacity)	USD	NTR	FMUV	□
DM	MSCI EMU	EUR	GTR	FMGM	□
DM	MSCI EMU	EUR	NTR	FMMU	□
DM	MSCI Europe	USD	NTR	FMED	□
DM	MSCI Europe	EUR	Price	FMEP	□
DM	MSCI Europe	EUR	NTR	FMEU	□
DM	MSCI Europe	EUR	GTR	FMGE	□
DM	MSCI Europe	USD	GTR	FMGU	□
DM	MSCI Europe ex Switzerland	EUR	NTR	FMXS	□
DM	MSCI Europe Growth	EUR	NTR	FMEG	□
DM	MSCI Europe Value	EUR	NTR	FMEV	□
DM	MSCI Kokusai	USD	GTR	FMKG	□
DM	MSCI Kokusai	USD	NTR	FMKN	□
DM	MSCI North America	USD	GTR	FMGA	□
DM	MSCI North America	USD	NTR	FMNA	□
DM	MSCI Pacific	USD	NTR	FMPA	□
DM	MSCI Pacific	USD	GTR	FMPG	□
DM	MSCI Pacific ex Japan	USD	NTR	FMPX	□
DM	MSCI World	EUR	GTR	FMWE	□
DM	MSCI World	USD	GTR	FMWG	□
DM	MSCI World	EUR	NTR	FMWN	□
DM	MSCI World	USD	NTR	FMWO	□
DM	MSCI World	USD	Price	FMWP	□
DM	MSCI World Midcap	USD	NTR	FMWM	□
EM	MSCI AC ASEAN	USD	NTR	FMSE	□
EM	MSCI AC Asia	USD	NTR	FMAA	□
EM	MSCI AC Asia ex Japan	USD	NTR	FMXJ	□

EM	MSCI AC Asia P ex Jp	USD	NTR	FMAS	□
EM	MSCI AC Asia Pacific	USD	NTR	FMAP	□
EM	MSCI ACWI	USD	NTR	FMAC	□
EM	MSCI ACWI	EUR	NTR	FMAE	□
EM	MSCI ACWI ex USA	USD	NTR	FMXU	□
EM	MSCI Chile	USD	NTR	FMCL	□
EM	MSCI China Free	USD	NTR	FMCN	□
EM	MSCI Colombia	USD	NTR	FMCO	□
EM	MSCI Czech Rep	USD	NTR	FMCZ	□
EM	MSCI Egypt	USD	NTR	FMEY	□
EM	MSCI Hungary	USD	NTR	FMHU	□
EM	MSCI India	USD	NTR	FMIN	□
EM	MSCI Indonesia	USD	NTR	FMID	□
EM	MSCI Malaysia	USD	NTR	FMMY	□
EM	MSCI Mexico	USD	NTR	FMMX	□
EM	MSCI Pakistan	USD	NTR	FMPK	□
EM	MSCI Peru	USD	NTR	FMPE	□
EM	MSCI Philippines	USD	NTR	FMPH	□
EM	MSCI Poland	USD	NTR	FMPL	□
EM	MSCI Qatar	USD	NTR	FMQA	□
EM	MSCI Russia	USD	NTR	FMRS	□
EM	MSCI Russia	USD	Price	FMRU	□
EM	MSCI South Africa	USD	NTR	FMZA	□
EM	MSCI Thailand	USD	NTR	FMTH	□
EM	MSCI UAE	USD	NTR	FMUA	□
EM	MSCI EM	USD	Price	FMEF	□
EM	MSCI EM	USD	NTR	FMEM	□
EM	MSCI EM	EUR	NTR	FMEN	□
EM	MSCI EM Asia	USD	NTR	FMEA	□
EM	MSCI EM EMEA	USD	NTR	FMEE	□
EM	MSCI EM LatAm	USD	NTR	FMEL	□
EM	MSCI Morocco	USD	NTR	FMMA	□
EM	MSCI Frontier	USD	NTR	FMFM	□

for the period from **3 May until 31 December 2017.**

2. The Participant will

   a) Fulfil the Market-Making Obligations as set out by the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG ("Eurex Market-Making Obligations") and published via Eurex circular. The Market-Making Obligations for Futures on MSCI Indices can be amended from time to time.

   b) Provide EFAG with the name of a manager, who has the authorisation and expertise necessary to fulfil the commitments required under the Eurex Market-Making Obligations.

   c) Provide EFAG with the name of a manager who has the authorisation and expertise necessary to make decisions and act as coordinator for the Participant, who will be available for EFAG and ECAG with respect to this Agreement.

   d) Inform EFAG in the event the Participant is or will be unable to fulfil the Eurex Market-Making Obligations without undue delay and at the latest within one business day.

3. ECAG will

   a) Refund 50 percent of all transaction fees on M-Accounts until 31 December 2017. The refund for the respective month will be calculated at the beginning of the subsequent month. No refunds will be made for contracts traded on A- or P-Accounts or if the Quote Obligations are not fulfilled.

   b) Offer a revenue sharing per individual MSCI Futures as detailed in the attachment 2 of Eurex Circular 116/16 (**DMM1**).

   c) Offer an additional revenue sharing for the Developed and Emerging Market packages of MSCI Futures (**MSCI packages**) as detailed in attachment 2 of Eurex Circular 116/16.

4. EFAG and ECAG shall, upon occurrence of one of the following events, be entitled to terminate this Agreement:

   a) The Participant does not comply with the Eurex Market-Making Obligations for four consecutive months counted as of the date of this Agreement. Conformance of the Participant with the Eurex Market-Making Obligations shall be monitored by EFAG. EFAG will determine in its sole discretion whether the Participant has fulfilled the Eurex Market-Making Obligations.

   b) The Participant does not comply with any other of its obligations stated under No. 2 above.

5. The Participant shall, upon occurrence of one of the following events, be entitled to terminate this Agreement:

   1. A significant change in the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich for the aforementioned products.
   2. A significant change to the Eurex Market-Making Obligations.

6. The Participant and EFAG and ECAG shall severally be entitled to terminate this Agreement without giving any reason with one calendar month's prior notice.

7. The Participant shall be notified of any changes to this Agreement and the Eurex Market-Making Obligations at least three (3) business days prior to the effective date thereof. The Participant accepts the amendments, provided a written objection is not filed with ECAG and EFAG within three (3) business days after the publication. ECAG and EFAG reserve the right to terminate the contract in case of non-acceptance of the amendments.

8. EFAG and ECAG offer this contractual agreement to interested Trading Participants. Through signature by the Trading Participant, this Agreement automatically becomes a binding contract, even without counter-signature by representatives of EFAG and ECAG.

SHOULD BE FILLED OUT BY THE PERSON DESIGNATED IN ACCORDANCE WITH PARAGRAPH 2. b)

_____
Place, date

_____	_____
Name	Position
_____	_____
Phone	Fax
_____	_____
(Signature/Stamp of the company)	E-mail address

Please send the completed Agreement to the fax number indicated above.

clear to trade

eurex clearing *circular 037/17*

Date: 12 April 2017
Recipients: All Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Thomas Laux

MSCI index derivatives: Introduction of further index futures

Related Eurex circular: 036/17

Contact: Derivatives Clearing Supervision, T +49-69-211-1 12 50, clearing@eurexclearing.com,
Risk Control, T +49-69-211-1 24 52, risk@eurexclearing.com

Content may be most important for:	**Attachment:**
➲ All departments	Updated sections of the Conditions for Utilization of the Eurex Trade Entry Services (General Conditions for Participation)

Summary:

Effective **3 May 2017,** Eurex Clearing AG (Eurex Clearing) will offer clearing services for futures on four additional MSCI indexes introduced at Eurex Deutschland and Eurex Zürich (collectively the Eurex Exchanges).

This circular contains information on clearing of the respective products and the updated sections of the relevant Rules and Regulations of Eurex Clearing which will come into effect on **3 May 2017**.

Please refer to Eurex circular 036/17 for specific trading-related information on the introduction of the new product as well as the updated sections of the relevant Rules and Regulations of the Eurex Exchanges.

eurex clearing

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Chairman of the Supervisory Board:
Hugo Bänziger

Executive Board:
Heike Eckert (Deputy CEO),
Matthias Graulich,
Thomas Laux,
Manfred Matusza,
Erik Tim Müller

Aktiengesellschaft mit Sitz in Frankfurt/Main
HRB Nr. 44828
USt-IdNr. DE194821553
Amtsgericht Frankfurt/Main

MSCI index derivatives: Introduction of further index futures

Effective 3 May 2017, Eurex Clearing AG (Eurex Clearing) will offer clearing services for futures on four additional MSCI indexes introduced at Eurex Deutschland and Eurex Zürich (collectively the Eurex Exchanges).

This circular contains information on clearing of the respective products and the updated sections of the relevant Rules and Regulations of Eurex Clearing which will come into effect on 3 May 2017.

Please refer to Eurex circular 036/17 for specific trading-related information on the introduction of the new product as well as the updated sections of the relevant Rules and Regulations of the Eurex Exchanges.

1. Overview

Underlying instruments					
Index	**Currency**	**Index type**	**ISIN**	**Bloomberg (end of day)***	**Reuters (end of day)***
MSCI AC Asia ex Japan	USD	NTR	XC000A1EZE93	NDUECAXJ	.dMIAX00000NUS
MSCI AC Asia	USD	NTR	XC000A2DB6T2	NDAUACA	.dMIAS00000NUS
MSCI AC ASEAN	USD	NTR	XC000A2DB6V8	NDUESEA	.dMISU00000NUS
MSCI Pakistan	USD	NTR	XC000A2DB6W6	MSEIPKUN	.dMIPK00000NUS

*Under a different ID, all of these indexes are also calculated real-time. Basis for the calculation of the final settlement price, however, are the indexes listed above which are calculated once a day.

Eurex products					
Futures	**Currency**	**Index type**	**Product code**	**ISIN**	**Product type**
MSCI AC Asia ex Japan	USD	NTR	FMXJ	DE000A2DB6Q0	FINX
MSCI AC Asia	USD	NTR	FMAA	DE000A2DB6R8	FINX
MSCI AC ASEAN	USD	NTR	FMSE	DE000A2DB6S6	FINX
MSCI Pakistan	USD	NTR	FMPK	DE000A2DB6U2	FINX

2. Contract specifications

For the detailed contract specifications please refer to Eurex circular 036/17.

Underlying instrument	**MSCI Indexes**
Description of underlying	The index rules and regulations can be found on the MSCI website under www.msci.com.
Contract value	• USD 100 per index point for MSCI AC Asia ex Japan (NTR, USD) and MSCI AC Asia (NTR, USD) • USD 50 per index point for MSCI Pakistan (NTR, USD) • USD 10 per index point for MSCI AC ASEAN (NTR, USD)
Settlement	Cash settlement, due on the first exchange trading day after settlement day
Price determination	In points, with two decimal places

Underlying instrument	MSCI Indexes
Minimum price change	• MSCI AC Asia ex Japan (NTR, USD) and MSCI AC Asia (NTR, USD): 0.1 (equals USD 10.00) • MSCI AC ASEAN (NTR, USD): 1 (equals USD 10.00) • MSCI Pakistan (NTR, USD): 0.5 (equals USD 25.00)
Contract months	The next twelve quarter months of the cycle March, June, September and December (36 months)
Last trading day/ settlement day	The third Friday of each maturity month, if this is an trading day at the Eurex Exchanges and (in case of national indexes) at the respective domestic exchange, otherwise the trading day immediately preceeding that day. Close of trading for maturing series: 22:00 CET The settlement day is the trading day following the last trading day.
Final settlement price	Relevant for the MSCI equity index derivatives is the index closing price on the last trading day.

3. Product group

The product group assigned to the futures on the MSCI indexes is as follows:

Product	Product group	Settlement location unit	Regulatory status	Settlement type	Product type	Product segment	Product currency	Product group code					
USD-denominated MSCI Futures	E/I Futures in USD	no	not approved for trading in the U.S.	cash	F	Equity index	USD	X	N	C	H	Q	U

4. Transaction fees and rebates

The following fees and rebates for trading and clearing apply for the MSCI index futures:

Contract	Currency	**Standard fee per contract** (contract number ≤ threshold value)	**Reduced fee per contract** (contract number > threshold value)	**Threshold value A-accounts** (contract number)	**Threshold value P-accounts** (contract number)
On-exchange trades					
MSCI-Futures (USD denominated)	USD	0.50	n. a.	n. a.	n. a.
Off-exchange trades					
MSCI Futures (USD denominated)	USD	0.75	n. a.	n. a.	n. a.

For further details, please refer to the current Price List of Eurex Clearing AG on the Eurex website under the link:

Resources > Rules and Regulations > Price list

5. Admission to the Trade Entry Services

The new MSCI index futures will be admitted to the Trade Entry Services. The minimum number of contracts to be traded is:

Future on	Eurex product code	Minimum Block-Trade Size
MSCI AC Asia ex Jp	FMXJ	1
MSCI AC Asia	FMAA	1
MSCI AC ASEAN	FMSE	1
MSCI Pakistan	FMPK	1

Participants who are already registered for the Trade Entry Services may use the respective services for the futures on the new MSCI indexes without any further action.

The updated sections of the Conditions for Utilization of the Eurex Trade Entry Services (General Conditions for Participation) are attached to this circular.

As of the effective date, the full version of the amended Conditions for Utilization of the Eurex Trade Entry Services (General Conditions for Participation) will be available for download on the Eurex Clearing website under the following link:

Resources > Rules and Regulations > Conditions for Utilization of the Eurex Trade Entry Services

6. Market-Making

Effective 3 May 2017, the following measure of Eurex Clearing will come into effect:

- Introduction of the Designated Market-Making scheme for the new MSCI index futures valid from 3 May 2017 until 31 December 2017

The relevant conditions and details as well as the exact parameters of the Designated Market-Making scheme in the respective products can be found in Eurex circular 036/17

In order to sign up as Designated Market Maker, please send the filled-out and signed form (attachment 2 to Eurex circular 036/17) to Ralf Huesmann via fax to +49-69-211-615443 or via e-mail to: ralf.huesmann@eurexchange.com.

7. Risk parameters

Margins for the new products are calculated in Prisma.

For the risk parameters of the new products, please refer to the Eurex Clearing website under the link:

Risk management > Risk parameters

8. Trading hours (CET)

Product	Pre-trading period	Continuous Trading	Post-trading Full Period	Eurex TES Block Trading	Last trading day
					Trading until
MSCI Futures	07:30 – 07:50	07:50 – 22:00	22:00 – 22:30	08:00 – 22:00	22:00

Pursuant to Number 15.6 of the Conditions for Utilization of the Eurex Trade Entry Services (General Conditions for Participation), amendments to the Conditions for Utilization of the Eurex Trade Entry Services (General Conditions for Participation) respectively are being accepted, unless the TES Participant or the Clearing Member provide a written objection to Eurex Clearing AG within ten (10) Business Days after publication.

If you have any questions or require further information, please contact Derivatives Clearing Supervision at tel. +49-69-211-1 12 50 or send an e-mail to: clearing@eurexclearing.com. Alternatively, Risk Control is available at tel. +49-69-211-1 24 52 or via e-mail to: risk@eurexclearing.com.

12 April 2017

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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[…]

9 Admitted Products, Combinations and Combination Transactions Option-Share

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9.4 Block Trade Service

Eurex Clearing AG has admitted to the Block Trade Service the following products and Combinations Transactions Option-Share. Such admission is independent from the respective transactions being entered into the Eurex System within the scope of an options strategy, an options volatility strategy or as a Combination Transaction Option-Share, consisting of Off-Book options transactions and Off-Book securities transactions.

9.4.1 Admitted Products:

Product	Minimum number of tradable contracts
Stock Index Futures	
[…]	
Futures Contracts on the MSCI AC ASEAN index (NTR, USD) (FMSE)	1
Futures Contracts on the MSCI AC Asia Index (NTR, USD) (FMAA)	1
Futures Contracts on the MSCI AC Asia Pacific ex Japan Index (FMAS)	50

Product	Minimum number of tradable contracts
Stock Index Futures	
Futures Contracts on the MSCI AC Asia ex Japan Index (NTR, USD) (FMXJ)	1
[…]	
Futures Contracts on the MSCI Pakistan Index (NTR, USD) (FMPK)	1
[…]	

9.4.2 Admitted Flexible Futures and Options Contracts

[…]

I. Flexible Eurex Options Contracts	Minimum number of contracts to be traded
[…]	
Futures Contracts on the MSCI AC ASEAN Index (NTR, USD) (FMSE)	1
Futures Contracts on the MSCI AC Asia Index (NTR, USD) (FMAA)	1
Futures Contracts on the MSCI AC Asia Pacific ex Japan Index (FMAS)	50
Futures Contracts on the MSCI AC Asia ex Japan Index (NTR, USD) (FMXJ)	1
Futures Contracts on the MSCI Pakistan Index (NTR, USD) (FMPK)	1
[…]	

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