



eurex clearing circular 098/10

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Recipients: All Clearing Members of Eurex Clearing AG, all Trading Members of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Michael Peters



Introduction of a new Eurex Pricing Model effective February 1, 2011

Contact: See Contact List

Content may be most important for:

➡ All departments

Attachment:

Contact List

Summary:

Following a review of the current Eurex Pricing Model, the following changes will become effective on **February 1, 2011:**

1. Fee reduction for DAX[®] Index Options, SMI[®] Index Options, OMXH25 Index products, equity options and stock futures
2. Transformation of the current fee cap for equity options, equity index options and interest rate options to a trade size-dependent staggered fee in combination with a monthly volume rebate for proprietary trading
3. Differentiation of rebates for Market Makers with respect to Advanced Market Maker (AMM) and Permanent Market Maker (PMM) programs and between order book and OTC trades
4. Extension of the volume-based rebate models for futures and options
5. Abolishment of Minimum Transaction Fees



Introduction of a new Eurex Pricing Model effective February 1, 2011

The Executive Board of Eurex Clearing AG decided on extensive changes in the pricing model for derivatives transactions effective February 1, 2011.

The measures are intended to establish a basis for further volume growth and improved market quality. In addition to fee reductions in various product segments, mainly the incentive and rebate models for volume providers will be structured in a new way and will thereby focus more clearly on the various business models of the market participants.

Furthermore, the Management Boards of the Eurex Exchanges took the decision to adjust contract sizes for equity options and stock futures. Since, as a general rule, contract sizes were adjusted upwards, another means of saving for the Members results from this. The changes will be implemented during the first quarter of 2011 and further information will be made available in due course.

Changes of the Eurex Pricing Model effective February 1, 2011

1. Fee reduction for DAX[®] Index Options, SMI[®] Index Options, OMXH25[®] Index products, equity options and stock futures

Fees for ODAX[®], OSMI[®], OFOX[®], FFOX[®], equity options and stock futures will be reduced as follows:

Fee per contract	Current Pricing		New Pricing	
	Order Book	OTC	Order Book	OTC
Futures				
Equity				
Euro denominated Products	0,20 EUR	0,20 EUR	0,13 EUR	0,20 EUR
CHF denominated Products	0,30 CHF	0,30 CHF	0,20 CHF	0,30 CHF
GBP denominated Products	0,15 GBP	0,15 GBP	0,10 GBP	0,15 GBP
USD denominated Products	0,30 USD	0,30 USD	0,20 USD	0,30 USD
Equity Index				
OMXH25 Future	0,90 EUR	1,35 EUR	0,50 EUR	0,75 EUR
Options				
Equity				
Euro denominated Products	0,20 EUR	0,20 EUR	0,10 EUR	0,10 EUR
CHF denominated Products	0,30 CHF	0,30 CHF	0,15 CHF	0,15 CHF
GBP denominated Products	0,15 GBP	0,15 GBP	0,08 GBP	0,08 GBP
USD denominated Products	0,30 USD	0,30 USD	0,15 USD	0,15 USD
Equity Index				
DAX Options	0,75 EUR	0,75 EUR	0,50 EUR	0,50 EUR
SMI Options	1,50 CHF	1,50 CHF	1,00 CHF	1,00 CHF
OMXH25 Options	0,90 EUR	0,90 EUR	0,50 EUR	0,50 EUR

In accordance with these fee reductions and the changed Market Maker rebates (see section 3), other clearing fees for these products will change as well.

Cash settlement and position closings (futures):

Fee per contracts	Cash Settlement Fee		Position Closing Adjustment	
	Current Pricing	New Pricing	Current Pricing	New Pricing
Futures				
Equity				
Euro denominated Products	0,20 EUR	0,13 EUR	0,40 EUR	0,26 EUR
CHF denominated Products	0,30 CHF	0,20 CHF	0,60 CHF	0,40 CHF
GBP denominated Products	0,15 GBP	0,10 GBP	0,30 GBP	0,20 GBP
USD denominated Products	0,30 USD	0,20 USD	0,60 USD	0,40 USD
Equity Index				
OMXH25 Future	0,90 EUR	0,50 EUR	1,80 EUR	1,00 EUR

Exercises (options):

Options	Current Exercise Fees			New Exercise Fees		
	A-/P-Accounts	M-Accounts		A-/P-Accounts	M-Accounts	
	Fee p. contract	PMM	AMM	Fee p. contract	PMM	AMM
Equity					55%	80%
Euro denominated Products	0,20 EUR	0,04 EUR	0,02 EUR	0,10 EUR	0,05 EUR	0,02 EUR
CHF denominated Products	0,30 CHF	0,06 CHF	0,03 CHF	0,15 CHF	0,07 CHF	0,03 CHF
GBP denominated Products	0,16 GBP	0,03 GBP	0,02 GBP	0,08 GBP	0,04 GBP	0,02 GBP
USD denominated Products	0,30 USD	0,06 USD	0,03 USD	0,15 USD	0,07 USD	0,03 USD
Equity Index					55%	80%
Dow Jones Global Titans 50SM (EUR) Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
STOXX® Europe 50 Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
EURO STOXX 50® Option	0,30 EUR	0,15 EUR	0,08 EUR	0,30 EUR	0,14 EUR	0,06 EUR
EURO STOXX® Select Dividend 30 Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
STOXX®Europe 600 Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
STOXX®Europe Large 200 Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
STOXX®Europe Mid 200 Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
STOXX®Europe Small 200 Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
EURO STOXX® Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
EURO STOXX® Large Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
EURO STOXX® Mid Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
EURO STOXX® Small Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
STOXX®Europe 600-Sector Index Optionen	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
EURO STOXX® Sector Index Optionen	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
DAX® Option	0,75 EUR	0,20 EUR	0,10 EUR	0,50 EUR	0,23 EUR	0,10 EUR
MDAX® Option	0,30 EUR	0,15 EUR		0,30 EUR	0,14 EUR	
TecDAX® Option	0,20 EUR	0,10 EUR		0,20 EUR	0,09 EUR	
DivDAX® Option	0,75 EUR	0,20 EUR		0,75 EUR	0,34 EUR	
SMI® Option	1,50 CHF	0,30 CHF	0,22 CHF	1,00 CHF	0,45 CHF	0,20 CHF
SMIM® Option	0,40 CHF	0,20 CHF		0,40 CHF	0,18 CHF	
SLI- Swiss Leader Index® Option	0,40 CHF	0,20 CHF	0,10 CHF	0,40 CHF	0,18 CHF	0,08 CHF
OMXH25 Option	0,90 EUR	0,60 EUR		0,50 EUR	0,23 EUR	
Sensex Option	0,20 USD	0,10 USD		0,20 USD	0,09 USD	
MSCI Russia Option	0,40 USD	0,20 USD	0,10 USD	0,40 USD	0,18 USD	0,08 USD
Interest Rates					80%	90%
Option on FGBL, FGBM and FGBS	0,20 EUR	0,20 EUR	0,20 EUR	0,20 EUR	0,04 EUR	0,02 EUR

2. Transformation of the current fee cap for equity options, equity index options and interest rate options to a trade size-dependent staggered fee in combination with a monthly volume rebate for proprietary trading

The current fee cap for OTC Block Trades in equity options, equity index options and interest rate options will be replaced by a trade size-dependent staggered fee, which is defined in the following way:

Above the current fee cap thresholds, a fee of 50 percent of the regular fee will be charged for each concluded trade. This applies to “A” and “P” trading accounts. For “M” accounts no similar price scale will be offered.

The staggered fee also applies to trades executed in the order book.

Furthermore, OTC entries in equity options, equity index options and interest rate options on “P” accounts will in the future be considered in the calculation of volume rebates. For more details, please refer to section 4.

Staggered fees based on trade sizes:

	Fee per Contract		Threshold in contracts		
	Below Threshold	Above Threshold	A-Accounts	P-Accounts	M-Accounts
Options					
Equity					
Euro denominated Products	0,10 EUR	0,05 EUR	1.000	500	n.a
CHF denominated Products	0,15 CHF	0,08 CHF	1.000	500	n.a
GBP denominated Products	0,08 GBP	0,04 GBP	1.000	500	n.a
USD denominated Products	0,15 USD	0,08 USD	1.000	500	n.a
Equity Index					
Dow Jones Global Titans 50SM (EUR) Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
STOXX® Europe 50 Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
EURO STOXX 50® Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
EURO STOXX® Select Dividend 30 Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
STOXX®Europe 600 Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
STOXX®Europe Large 200 Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
STOXX®Europe Mid 200 Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
STOXX®Europe Small 200 Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
EURO STOXX® Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
EURO STOXX® Large Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
EURO STOXX® Mid Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
EURO STOXX® Small Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
STOXX®Europe 600-Sector Index Optionen	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
EURO STOXX® Sector Index Optionen	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
DAX® Option	0,50 EUR	0,25 EUR	2.000	2.000	n.a.
MDAX® Option	0,30 EUR	0,15 EUR	2.000	2.000	n.a.
TecDAX® Option	0,20 EUR	0,10 EUR	2.000	2.000	n.a.
DivDAX® Option	0,75 EUR	0,38 EUR	2.000	2.000	n.a.
SMI® Option	1,00 CHF	0,50 CHF	2.000	2.000	n.a.
SMIM® Option	0,40 CHF	0,20 CHF	2.000	2.000	n.a.
SLI- Swiss Leader Index® Option	0,40 CHF	0,20 CHF	2.000	2.000	n.a.
OMXH25 Option	0,50 EUR	0,25 EUR	2.000	2.000	n.a.
Sensex Option	0,20 USD	0,10 USD	2.000	2.000	n.a.
MSCI Russia Option	0,40 USD	0,20 USD	2.000	2.000	n.a.
Interest Rates					
Option on FGBL, FGBM and FGBS	0,20 EUR	0,10 EUR	4.000	4.000	n.a.

3. Differentiation of rebates for Market Makers with respect to Advanced Market Maker (AMM) and Permanent Market Maker (PMM) programs and between order book and OTC trades

In the future, Market Maker rebates will be based stronger than before on the provision of liquidity in the order book. Consequently, there will be higher rebates on order book trades than on OTC trades. Furthermore, the rebates granted for the AMM program will in relation to the PMM program be higher than today.

Also, the rebate rates for equity index options will be harmonized to a large extend.

Market Maker rebates will be granted on fees for contracts traded in the “M” account, if the relevant Market Maker conditions are fulfilled.

Overview of the new Market Maker rebates

Options	Current Market Maker Rebates		New Market Maker Rebates			
	PMM	AMM	PMM		AMM	
	Order Book & OTC		Order Book	OTC	Order Book	OTC
Equity	80%	90%	55%	40%	80%	60%
Euro denominated Products	0,04 EUR	0,02 EUR	0,05 EUR	0,06 EUR	0,02 EUR	0,04 EUR
CHF denominated Products	0,06 CHF	0,03 CHF	0,07 CHF	0,09 CHF	0,03 CHF	0,06 CHF
GBP denominated Products	0,03 GBP	0,02 GBP	0,04 GBP	0,05 GBP	0,02 GBP	0,03 GBP
USD denominated Products	0,06 USD	0,03 USD	0,07 USD	0,09 USD	0,03 USD	0,06 USD
Equity Index	50% / 73% / 80%	73% / 85% / 87%	55%	40%	80%	60%
Dow Jones Global Titans 50SM (EUR) Option	0,15 EUR		0,14 EUR	0,18 EUR		
STOXX® Europe 50 Option	0,15 EUR		0,14 EUR	0,18 EUR		
EURO STOXX 50® Option	0,15 EUR	0,08 EUR	0,14 EUR	0,18 EUR	0,06 EUR	0,12 EUR
EURO STOXX® Select Dividend 30 Option	0,15 EUR		0,14 EUR	0,18 EUR		
STOXX®Europe 600 Option	0,15 EUR		0,14 EUR	0,18 EUR		
STOXX®Europe Large 200 Option	0,15 EUR		0,14 EUR	0,18 EUR		
STOXX®Europe Mid 200 Option	0,15 EUR		0,14 EUR	0,18 EUR		
STOXX®Europe Small 200 Option	0,15 EUR		0,14 EUR	0,18 EUR		
EURO STOXX® Option	0,15 EUR		0,14 EUR	0,18 EUR		
EURO STOXX® Large Option	0,15 EUR		0,14 EUR	0,18 EUR		
EURO STOXX® Mid Option	0,15 EUR		0,14 EUR	0,18 EUR		
EURO STOXX® Small Option	0,15 EUR		0,14 EUR	0,18 EUR		
STOXX®Europe 600-Sector Index Optionen	0,15 EUR		0,14 EUR	0,18 EUR		
EURO STOXX® Sector Index Optionen	0,15 EUR		0,14 EUR	0,18 EUR		
DAX® Option	0,20 EUR	0,10 EUR	0,23 EUR	0,30 EUR	0,10 EUR	0,20 EUR
MDAX® Option	0,15 EUR		0,14 EUR	0,18 EUR		
TecDAX® Option	0,10 EUR		0,09 EUR	0,12 EUR		
DivDAX® Option	0,20 EUR		0,34 EUR	0,45 EUR		
SMI® Option	0,30 CHF	0,22 CHF	0,45 CHF	0,60 CHF	0,20 CHF	0,40 CHF
SMIM® Option	0,20 CHF		0,18 CHF	0,24 CHF		
SLI- Swiss Leader Index® Option	0,20 CHF	0,10 CHF	0,18 CHF	0,24 CHF	0,08 CHF	0,16 CHF
OMXH25 Option	0,60 EUR		0,23 EUR	0,30 EUR		
Sensex Option	0,10 USD		0,09 USD	0,12 USD		
MSCI Russia Option	0,20 USD	0,10 USD	0,18 USD	0,24 USD	0,08 USD	0,16 USD
Interest Rates	80%	90%	80%	70%	90%	85%
Option on FGBL, FGBM and FGBS	0,04 EUR	0,02 EUR	0,04 EUR	0,06 EUR	0,02 EUR	0,03 EUR

In the future, Market Maker rebates will be calculated as a percentage rebate on fees for contracts traded on “M” accounts. It will no longer be a fixed rebate amount per contract. Consequently, the new fees per contract, contained in the table above, are only listed for the purpose of general information and are to be considered as rounded values after the granting of rebates.

4. Extension of the volume rebate models for futures and options

In order to create further incentives for the provision of liquidity, volume rebates for futures and options will be extended.

4.1 Volume rebates for futures

In the future, more attractive volume rebates in the order book will be granted for futures by lowering the monthly thresholds for the rebate scales.

4.2 Volume rebates for options

For options, volume rebates that were formerly limited to order book trades will be extended so that in future, volume rebates will also be granted for OTC trades. This change may create an alternative to the existing Market-Making programs, particularly for Members who provide liquidity mostly in the OTC market.

As a consequence, the monthly calculation of rebates for options considers the entire traded volume in the according product segments. For transactions, which are subject to staggered fees (see section 2), 50 percent of the traded volume where reduced fees are applied will be considered for volume rebate calculation (see diagram below).

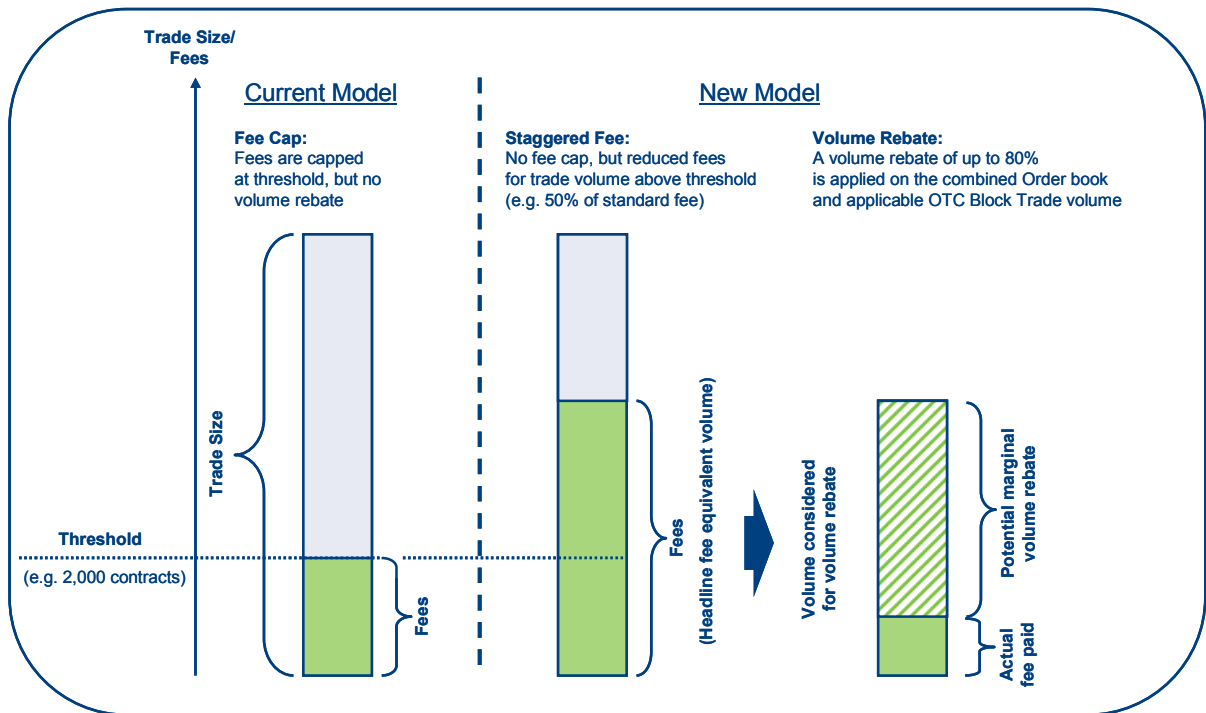
The different rebate rates are applied to the traded “P” account volume within defined bands.

For “M” accounts, volume rebates will only be granted in case Market Maker Obligations are not fulfilled and Market Maker rebates cannot be granted, accordingly. In such cases, the volume rebate is applied to the Member’s aggregated P-and M-account volume.

Overview of the new volume rebates

Rebate Levels	Current Volume Rebates			New Futures Volume Rebates			New Options Volume Rebates				
	Band I 10%	Band II 20%	Band III 30%	Band I 10%	Band II 20%	Band III 30%	Band I 20%	Band II 30%	Band III 40%	Band IV 60%	Band V 80%
Futures	Order Book			Order Book							
Equity Index											
Equity Index Futures	200.000	400.000	1.200.000	200.000	300.000	400.000	n.a.	n.a.	n.a.	n.a.	n.a.
Fixed Income											
Euro-BUND, BOBL, SCHATZ-Future	400.000	800.000	2.400.000	300.000	600.000	1.200.000	n.a.	n.a.	n.a.	n.a.	n.a.
Options	Order Book						Order Book & OTC				
Equity											
Equity Options	100.000	200.000	600.000	n.a.	n.a.	n.a.	80.000	160.000	320.000	1.000.000	2.000.000
Equity Index											
Euro STOXX 50 Options (incl. Weekly Options)				n.a.	n.a.	n.a.	80.000	160.000	320.000	1.000.000	2.000.000
DAX Options (incl. Weekly Options)				n.a.	n.a.	n.a.	40.000	80.000	160.000	500.000	1.000.000
SMI Options (incl. Weekly Options)	40.000	80.000	240.000				4.000	8.000	16.000	50.000	100.000
Other Equity Index Options							10.000	20.000	30.000	50.000	70.000
Fixed Income											
Option on Euro-BUND, BOBL, SCHATZ-Future	10.000	20.000	60.000	n.a.	n.a.	n.a.	90.000	180.000	280.000	480.000	760.000

Diagram: Volume rebate calculation for transactions that are subject to staggered fees



5. Abolishment of Minimum Transaction Fees

As of February 1, 2011, minimum transaction fees of EUR 9,000 per quarter will no longer be charged.

Further Information

The changes in the fee model will have no effect on the current formats of Eurex fee reports. Upon introduction of the new fee model, however, a new fee report will be made available. The new report will contain an overview of all granted rebates. It will be generated during the month-end batch processing. The new report is optional and only summarizes information from other fee reports. Further information on the new report and the Price List of Eurex Clearing AG valid as of February 1, 2011 will be published in another Eurex Clearing circular in early January 2011.

The new pricing model and fee report will be available for testing in the Eurex simulation environment in January 2011.

December 13, 2010

Appendix: Contact List

Eurex Frankfurt AG Continental Europe	Deutsche Börse AG UK Representative Office	Deutsche Börse AG France Representative Office
Neue Börsenstraße 1 60487 Frankfurt / Main Germany P: +49 69 211-13940 F: +49 69 211-14477 eurex.sales@eurexchange.com	One Canada Square, Canary Wharf London, E14 5DR United Kingdom P: +44-20-7862-7222 F: +44-20-7862-7297 info.uk@eurexchange.com	17, Rue de Surène 75008 Paris France P: +33-1-5527-6767 F: +33-1-5527-6750 info.france@eurexchange.com
Eurex Zürich AG	Eurex Chicago	Eurex New York
Selnaustrasse 30 8021 Zurich Switzerland P: +41-58854-2948 F: +41-58854-2466 info.switzerland@eurexchange.com	233 South Wacker Drive - Suite 2450 Chicago, IL 60606 USA P: +1 312 5 44-10 58 F: +1 312 5 44-15 79 info.usa@eurexchange.com	48 Wall Street, Suite 1100 New York, NY 10005 USA P: +1 212 918 - 4828 F: +1 312 544 - 1579 info.usa@eurexchange.com
Eurex Frankfurt AG Hong Kong Office	Eurex Frankfurt AG Singapore Representative Office	Eurex Frankfurt AG Tokyo Office
15/F, 100 Queen's Road Central Hong Kong P: +852-31 80-92 70 F: +852-31 80-94 60 asia-business@eurexchange.com	50 Raffles Place #21-05 Singapore Land Tower Singapore 048623 P: +65 6304 5251 asia-business@eurexchange.com	Metlife Kabutocho Bldg. 3F 5-1 Nihonbashi Kabutocho, Chuo-ku, Tokyo, 103-0026, Japan P: +81-3-58 47-82 04 F: +81-3-58 47-79 01 asia-business@eurexchange.com