X-pand into the Future

eurex circular 182/12

Date: August 15, 2012
Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
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A. Equity Options: Introduction of Equity Options on Neftyanaya Kompaniya Rosneft;
B. Equity Options: Change of Spread Class for Equity Options on OAO Lukoil;
C. Stock Futures: Activation of Physical Delivery for eleven Futures on Russian DRs

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Content may be most important for:

➲ All departments

Attachment:
Updated sections of Annex B of Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich

Summary:

The Management Boards of the Eurex Exchanges and the Executive Board of Eurex Clearing AG decided to introduce equity options on Neftyanaya Kompaniya Rosneft (OJS1) effective **August 27, 2012**.

For the new equity options, Advanced Market-Making (AMM) and Permanent Market-Making (PMM) will be offered. Furthermore, the spread class will change from 2 to 7 for equity options on Lukoil.

The minimum number of tradable contracts for the EurexOTC Trade Entry services will be 250 contracts.

For eleven stock futures on Russian DRs, physical delivery will be activated for the Flexible Futures functionality as of **August 27, 2012**.

A. Equity Options: Introduction of Equity Options on Neftyanaya Kompaniya Rosneft; B. Equity Options: Change of Spread Class for Equity Options on OAO Lukoil; C. Stock Futures: Activation of Physical Delivery for eleven Futures on Russian DRs

A. Equity Options: Introduction of Equity Options on Neftyanaya Kompaniya Rosneft

1. Introduction Date

The Management Boards of the Eurex Exchanges and the Executive Board of Eurex Clearing AG decided to introduce equity options on Neftyanaya Kompaniya Rosneft (OJS1) effective August 27, 2012.

2. Contract Specifications and Product Parameters

The following table contains all essential information on the new equity options:

Options on	Product ISIN, ISIN of the Underlying Instrument	Eurex Product Code	Contract Size	Maximum Maturity in Months	Minimum Price Change	Currency
Introduction effective August 27, 2012						
Russian equity options (group ID RU11)						
Neftyanaya Kompaniya Rosneft	US67812M2070	OJS1	100	24	0.01	USD

3. Expiration Dates

The equity options will be tradable for up to 24 months, i.e., until and including the next, the second next and the third next expiration dates and including the next three consecutive quarterly expiration dates (March, June, September, December) as well as the following two semi-annual expiration dates (June and December).

4. Exercise Prices

All equity options follow the current Eurex standard for exercise prices of the respective group IDs. For details, please refer to the contract specifications.

Upon introduction of the options contracts, for each Call and Put of each expiration date in the respective expirations at least seven exercise prices will be available for trading, three of which are in-the-money, one is at-the-money and three are out-of-the-money.

The contract specifications for the new products will be published on the Eurex website ww.eurexchange.com as of start of trading under:

Documents > Rules & Regulations > Contract Specifications

5. Risk Parameters

Margin parameters will be published in due time on the Eurex website under the path:

Clearing > Risk & Margining > Risk Parameters & Initial Margins

In this context, it is not planned to distribute a separate circular.

6. Trading Hours

Trading hours correspond with the trading hours of the already existing group IDs. For details, please refer to the contract specifications.

7. Mistrade Ranges, Position Limits

Mistrade ranges and position limits for the new equity options will be published as of start of trading on the Eurex website under:

Trading & Products > Products > Equity Derivatives > Equity Options

8. Market-Making

For the new equity option, Advanced Market-Making (AMM) and Permanent Market-Making (PMM) will be offered.

As of start of trading, Market Maker Obligations will be published on the Eurex website under the path:

Trading & Products > Market Model > Market-Making > Market Maker Obligations

9. Vendor Codes

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

Trading & Products > Products > Vendor Product Code Search

10. Trading Calendar

The trading calendar for Russian equity options applies. It can be found on the Eurex website under the path:

Trading & Products > Trading Calendar

11. Transaction Limits, Minimum Size for cross- and pre-arranged Trades, Transaction Fees

The same values apply as for existing equity options with the respective group ID.

12. Product Groups

The new equity options will be assigned to the following groups:

	Eurex RU Equity Options			FLEX Product Code			
Name of the underlying instrument	**ISIN of the Eurex product/under-lying instrument**	**Eurex product code**	**Product group**	**Cash settlement/ European style**	**Physical delivery/ European style**	**Cash settlement/ American style**	**Physical delivery/ American style**
Neftyanaya Kompaniya Rosneft	US67812M2070	OJS1	FNSOEU	OJ61	OJ71	OJ81	OJ91

For further information on the assignment of products and product groups, please refer to Eurex circular 232/07, section 1.6.

13. EurexOTC Trade Entry Services

The minimum amount of contracts to be traded by means of the Block Trade- and Flexible Options facilities is 250 contracts.

The Flexible Options facility will be available upon acceptance of the General Conditions of Participation.

An overview of the EurexOTC Trade Entry services available for the products and detailed information on all stock futures and equity options on single product basis with regard to availability, possibility of utilization and minimum quote sizes for the various EurexOTC Trade Entry services can be found on the Eurex website. The Excel file "Eurex product list and product groups" contains the product parameter "Block Volume Publication Limit" (see column "Blk Vol Pub Limit"), which indicates the cap for the volumes up to which OTC Block Trades will be published in the particular products.

All information mentioned above and the Excel file are available on the Eurex website under the path:

Trading & Products > EurexOTC Trade Entry > Trade Entry Parameter

B. Equity Options: Change of Spread Class for Equity Options on OAO Lukoil

Effective August 27, 2012, the spread class for equity options on OAO Lukoil (LUK) will change from class 2 to class 7.

C. Stock Futures: Activation of physical delivery for eleven Futures on Russian DRs

For the following eleven Futures and effective August 27, 2012, physical delivery will be activated for the Flexible Futures facility:

Product code	Future on	ISIN of the underlying instrument	Eurex group ID	Product currency	Product ISIN	Product code Flexible Future	
						Cash	Phy-sical
SCFF	Gazprom Neftyanaya Kompaniya	US36829G1076	RU01	USD	DE000A0MEL27	SCF4	SCF5
NNIG	JSC MMC Norilsk Nickel	US46626D1081	RU01	USD	DE000A0SNJC0	NN4G	NN5G
OJSG	Neftyanaya Kompaniya Rosneft	US67812M2070	RU01	USD	DE000A1KDZV2	OJ4G	OJ5G
GAZG	OAO Gazprom	US3682872078	RU01	USD	DE000A1KQFN3	GA4Z	GA5Z
LUKF	OAO LUKOIL Oil Company	US6778621044	RU01	USD	DE000A0MELP0	LUK4	LUK5
RTLF	OAO Rostelecom	US7785291078	RU01	USD	DE000A0MEL01	RT4F	RT5F
SGNF	OAO Surgutneftegaz	US8688612048	RU01	USD	DE000A0MELQ8	SGN4	SGN5
RG2F	RusGidro OAO	US4662941057	RU01	USD	DE000A1KP5R6	RG24	RG25
SBNF	Sberbank Rossii OAO	US80585Y3080	RU01	USD	DE000A1KQTH6	S4BF	S5BF
TTFF	Tatneft' Imeni V.D.Shashina	US6708312052	RU01	USD	DE000A0MEL19	TTF4	TTF5

PJPF	X 5 Retail Group N.V.	US98387E2054	RU01	USD	DE000A0MELZ9	PJ4F	PJ5F

Product code	Contract size	Minimum price change	Minimum size for Block Trades	Product group
SCFF	100	0.0001	1	XNSFSU
NNIG	100	0.0001	1	XNSFSU
OJSG	100	0.0001	1	XNSFSU
GAZG	100	0.0001	1	XNSFSU
LUKF	100	0.0001	1	XNSFSU
RTLF	100	0.0001	1	XNSFSU
SGNF	100	0.0001	1	XNSFSU
RG2F	1000	0.0001	1	XNSFSU
SBNF	100	0.0001	1	XNSFSU
TTFF	100	0.0001	1	XNSFSU
PJPF	100	0.0001	1	XNSFSU

August 15, 2012

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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Annex B in relation to subsection 2.6 of the Contract Specifications:

Options on Shares of	Product-ID	Group ID*	Cash Market ID*	Contract Size	Maximum Term (Months)	Minimum Price Change	Currency **
[…]							
Neftyanaya Kompaniya Rosneft	OJS1	RU11	XLON	100	24	0.01	USD
[…]							

* The group ID as well as the cash market ID shall be assigned by the Eurex Exchanges according to the following table and shall, amongst other things, serve the purpose of determining a market place for the price of the share underlying the contract.

** GBX: Pence Sterling

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