clear to trade

eurex clearing *circular 051/17*

Date: 7 June 2017
Recipients: All Clearing Members of Eurex Clearing AG and Vendors
Authorized by: Heike Eckert

MSCI index derivatives: Introduction of index futures and options on MSCI EAFE

Related Eurex circular: 057/17

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:	**Attachments:**
➲ All departments	none

Summary:

Effective **14 June 2017,** Eurex Clearing AG (Eurex Clearing) will offer clearing services for additional futures and options on MSCI EAFE-indexes introduced at Eurex Deutschland and Eurex Zürich (collectively the Eurex Exchanges).

This circular contains information on clearing of the respective products which will be introduced on 14 June 2017.

Please refer to Eurex circular 057/17 for specific trading-related information on the introduction of the new products as well as the updated sections of the relevant Rules and Regulations of the Eurex Exchanges.

eurex clearing

Eurex Clearing AG
Mergenthalerallee 61
65760 Eschborn
Mailing address:
60485 Frankfurt/Main
Germany

Internet:
www.eurexclearing.com

Chairman of the Supervisory Board:
Hugo Bänziger

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

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

MSCI index derivatives: Introduction of index futures and options on MSCI EAFE

Effective 14 June 2017, Eurex Clearing AG (Eurex Clearing) will offer clearing services for additional futures and options on MSCI EAFE-indexes introduced at Eurex Deutschland and Eurex Zürich (collectively the Eurex Exchanges).

This circular contains information on clearing of the respective products that will be introduced on 14 June 2017.

Please refer to Eurex circular 057/17 for specific trading-related information on the introduction of the new products as well as the updated sections of the relevant Rules and Regulations of the Eurex Exchanges.

1. Overview

Eurex products			Underlying instruments		
Futures	**Product code**	**ISIN**	**ISIN**	**Bloomberg (end of day)***	**Reuters (end of day)***
MSCI EAFE (USD, NTR)	FMFA	DE000A2DB9E0	XC000A2DB810	NDDUEAFE	.dMIEA00000NUS
MSCI EAFE (USD, Price)	FMFP	DE000A2DB9D2	CH0001693651	MSDUEAFE	.dMIEA00000PUS
Options					
MSCI EAFE (USD, NTR)	OMFA	DE000A2DB9G5	XC000A2DB810	NDDUEAFE	.dMIEA00000NUS
MSCI EAFE (USD, Price)	OMFP	DE000A2DB9F7	CH0001693651	MSDUEAFE	.dMIEA00000PUS

*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.

2. Contract specifications

For the detailed contract specifications please refer to Eurex circular 057/17.

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	**Futures:** • MSCI EAFE (USD, NTR) (FMFA) – USD 10 per index point • MSCI EAFE (USD, Price) (FMFP) – USD 50 per index point **Options:** • MSCI EAFE (USD, NTR) (OMFA) – USD 10 per index point • MSCI EAFE (USD, Price) (OMFP) – USD 50 per index point
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	**Futures:** • MSCI EAFE (USD, NTR) (FMFA) – 1 (equals USD 10.00) • MSCI EAFE (USD, Price) (FMFP) – 0.5 (equals USD 25.00) **Options:** • MSCI EAFE (USD, NTR) (OMFA) – 0.1 (equals USD 1.00) • MSCI EAFE (USD, Price) (OMFP) – 0.1 (equals USD 5.00)
Contract months	**Futures:** The next twelve quarter months of the cycle March, June, September and December (36 months) **Options:** The three nearest successive calendar months, the three following quarterly months of the March, June, September and December cycle thereafter, and the two following semi-annual months of the June and December cycle thereafter (24 months)
Last trading day/ final settlement day	The third Friday of each maturity month, if this is a trading day at Eurex Deutschland and Eurex Zürich (collectively the Eurex Exchanges), otherwise the trading day immediately preceeding that day. Close of trading for maturing series: **Futures** 22:00 CET; **Options** 17:30 CET The final 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 groups

The product groups assigned to the additional futures and options on MSCI EAFE-indexes 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 and Options	E/I Futures and Options in USD	no	not approved for trading in the U.S.	cash	F/O	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 additional futures and options on MSCI EAFE-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.
MSCI Options (USD denominated)	USD	0.50	0.25	3,000	2,000
Off-exchange trades					
MSCI Futures (USD denominated)	USD	0.75	n. a.	n. a.	n. a.
MSCI Options (USD denominated)	USD	0.50	0.25	3,000	2,000

For further information please refer to the Price List of Eurex Clearing AG available for download on the Eurex Clearing website www.eurexclearing.com under the following link:

Resources > Rules and Regulations > Price list

5. Market-Making

5.1 Designated Market-Making

Effective 14 June 2017, the following measure of Eurex Clearing will come into effect:

- Introduction of the Designated Market-Making scheme for the new MSCI EAFE-index futures valid from 14 June 2017 until 31 December 2017.

The relevant conditions and details as well as the exact parameters of the Designated Market-Making including revenue sharing scheme in the respective products can be found in Eurex circular 057/17.

In order to sign up as Designated Market Maker, please send the filled-out and signed form (attachment 2 to Eurex circular 057/17) to Ralf Huesmann via fax to +49-69-211-61 54 43 or via e-mail to: ralf.huesmann@eurexchange.com.

5.2 Permanent Market-Making

Effective 14 June 2017, the following measure of Eurex Clearing will come into effect:

- Introduction of revenue sharing scheme for the Permanent Market Maker in the new MSCI EAFE-index options valid from 14 June 2017 until 31 December 2017.

The relevant conditions and details as well as the exact parameters of the revenue sharing scheme in the respective products can be found in Eurex circular 057/17.

6. 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 www.eurexclearing.com under the following link:

Risk management > Risk parameters

7. Trading hours (CET)

Product	Pre-trading period	Continuous Trading	Post-trading Full Period	TES Block Trading	Last trading day	
					Trading until	Exercise until
MSCI Futures	07:30 – 07:50	07:50 – 22:00	22:00 – 22:30	08:00 – 22:00	22:00	
MSCI Options	07:30 – 08:50	08:50 – 17:30	17:30 – 20:30	09:00 – 19:00	17:30	21:00

8. Amendment of strike price intervals in MSCI EM options

Effective 14 June 2017, the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG decided to reduce the strike price intervals of MSCI EM options (Price, USD) (Eurex code: OMEF).

Please refer to Eurex circular 057/17 for the amendment of the strike price intervals in MSCI EM options as well as the updated sections of the relevant Rules and Regulations of the Eurex Exchanges.

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.

7 June 2017