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e u r e x *circular 131/08*

Date: Frankfurt, May 26, 2008
Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors

Nestlé AG: Stock Split and Change of Standard Contract Size

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Content may be most important for:	**Attachments:**
Ü Front Office/Trading Ü Middle + Backoffice Ü Auditing/Security Coordination	none

Summary:

On April 10, 2008, the annual general meeting of Nestlé AG decided on a stock split at the ratio of 1:10.

Ex date will be **June 30, 2008**.

The stock split results in an adjustment of Eurex options and the Eurex stock futures contract on shares of Nestlé AG (NESN/NESF).

The standard contract size of Eurex options and the Eurex stock futures contracts on shares of Nestlé AG will be increased von presently 10 to 100 effective the ex date.

This circular contains a description of the adjustment procedure.

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Nestlé AG: Stock Split and Change of Standard Contract Size

Measure:
Stock split at a ratio of 1:10

Last Cum Trading Day:
June 27, 2008

Ex Date:
June 30, 2008

Affected Products:
NESN / NESF

Reference to underlying Eurex Rules & Regulations:
Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, Sections 2.6.10.1 (6) and 1.6.7 (5).

The updated Contract Specifications will be available on the Eurex website as of the ex date under:

www.eurexchange.com > Documents > Rules and Regulations

ISIN
It is planned to leave the ISIN of the Nestlé AG share (CH0012056047) unchanged. Should it still change, we will communicate this via a separate circular.

Change of Standard Contract Size
The standard contract size will be increased from presently 10 to 100 effective the ex date.

Procedure:

Determination of the Adjustment Factor (R-factor)

Number of old shares = 1 / number of new shares = 10

Accordingly, the R-factor is 0.10000000.

Options

1. Adjustment of Strike Prices and Contract Sizes

Existing strike prices will be multiplied by the R-factor.

Contract size will be increased accordingly so that the original contract value will be maintained.

The version number of existing series will be increased by 1.

Please find below a list of all currently existing series before and after the adjustment:

Strike price old	Version old	Strike price new	Version new	Contract size old	Contract size new
20000	0	2000	1	10.0000	100.0000
22000	0	2200	1	10.0000	100.0000
24000	0	2400	1	10.0000	100.0000
26000	0	2600	1	10.0000	100.0000
28000	0	2800	1	10.0000	100.0000

Strike price old	Version old	Strike price new	Version new	Contract size old	Contract size new
30000	0	3000	1	10.0000	100.0000
32000	0	3200	1	10.0000	100.0000
34000	0	3400	1	10.0000	100.0000
36000	0	3600	1	10.0000	100.0000
38000	0	3800	1	10.0000	100.0000
39000	0	3900	1	10.0000	100.0000
40000	0	4000	1	10.0000	100.0000
42000	0	4200	1	10.0000	100.0000
44000	0	4400	1	10.0000	100.0000
45000	0	4500	1	10.0000	100.0000
46000	0	4600	1	10.0000	100.0000
47000	0	4700	1	10.0000	100.0000
48000	0	4800	1	10.0000	100.0000
49000	0	4900	1	10.0000	100.0000
50000	0	5000	1	10.0000	100.0000
51000	0	5100	1	10.0000	100.0000
52000	0	5200	1	10.0000	100.0000
54000	0	5400	1	10.0000	100.0000
56000	0	5600	1	10.0000	100.0000
58000	0	5800	1	10.0000	100.0000
60000	0	6000	1	10.0000	100.0000
64000	0	6400	1	10.0000	100.0000
68000	0	6800	1	10.0000	100.0000
72000	0	7200	1	10.0000	100.0000
80000	0	8000	1	10.0000	100.0000
88000	0	8800	1	10.0000	100.0000

The new contract size for LEPOs will be published after close of trading on the last cum trading day, in case there is open interest. Otherwise, LEPOs will be deleted after close of trading on the last cum trading day.

All existing orders and quotes will be deleted after close of trading on the last cum trading day.

2. Introduction of new Series

Since after the adjustment, the contract size of series with version number 1 will be equal to the new standard contract size, new series with version 0 will only be introduced if they are not identical with version 1. This is to make sure that no identical series exist with version 0 and version 1.

Futures

1. Adjustment of Contract Size and Variation Margin

The adjustment will be done by means of the same R-factor as for the options.

To adjust the calculation of the variation margin of the following day, settlement prices from the last cum trading day will be multiplied by the R-factor.

The new contract size will be calculated as follows:

Contract size old 10.0000 / R factor 0.1000000 = 100.0000 contract size new

All existing orders and quotes will be deleted after close of trading on the last cum trading day.

2. Introduction of a new Contract

On March 18, 2008 a new contract on Nestlé AG was set up in the Eurex® system with the new standard contract size 100, the new product code NESG and the product ISIN DE000A0SNK70.

Start of trading will be the ex date.

As soon as the new contract is available for trading and there are no more series with open interest in the original contract on Nestlé AG (NESF), trading in this contract will be put on “HALT” and finally discontinued.

signed: Thomas Lenz

signed: Manfred Weber

Frankfurt, May 26, 2008