



## eurex clearing circular 156/14

**Date:** 31 October 2014  
**Recipients:** All Clearing Members of Eurex Clearing AG and Vendors  
**Authorized by:** Heike Eckert

### Market Maker programmes for options on iShares ETFs, MDAX<sup>®</sup>, TecDAX<sup>®</sup> and DivDAX<sup>®</sup>

**Related Eurex Circulars:** 229/14, 230/14

**Contact:** Derivatives Clearing, T +49-69-211-1 12 50, [clearing@eurexclearing.com](mailto:clearing@eurexclearing.com)

**Content may be most important for:**

☞ All departments

**Attachments:**

none

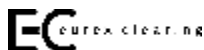
**Summary:**

In conjunction with the fulfilment of the Market Maker Obligations at Eurex for MDAX<sup>®</sup>, TecDAX<sup>®</sup> and DivDAX<sup>®</sup> index options, Eurex Clearing has decided to introduce a revenue sharing scheme whereby 30 percent of the net transaction fees in these products will be distributed among the top five Market Makers on a monthly basis effective **1 November 2014 until 30 June 2016**.

Moreover, in conjunction with the fulfilment of the Market Maker Obligations at Eurex in options on iShares ETFs, Eurex Clearing has decided the following measures for the period from **3 November 2014 until 31 December 2015**:

1. If a Market Maker fulfils the Market Maker Obligations in these products, Eurex Clearing will grant a reimbursement of 100 percent of the transaction fees for transactions concluded in options on iShares ETFs on the M-account.
2. Additionally, a revenue sharing scheme will be introduced whereby 30 percent of the net transaction fees for options in iShares ETFs will be distributed among the top three Market Makers.

For the amended sections of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich as well as the conditions and details of the Market Maker Obligations, please refer to Eurex Circulars 229/14 and 230/14.



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

T +49-69-211-1 17 00  
 F +49-69-211-1 17 01  
 memberservices@  
 eurexclearing.com  
 Internet:  
[www.eurexclearing.com](http://www.eurexclearing.com)

Chairman of the  
 Supervisory Board:  
 Hugo Bänziger

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

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 Amtsgericht  
 Frankfurt/Main

**Market Maker programmes for options on iShares ETFs, MDAX<sup>®</sup>, TecDAX<sup>®</sup> and DivDAX<sup>®</sup>**

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**Equity index derivatives: Introduction of a revenue sharing scheme for MDAX<sup>®</sup>, TecDAX<sup>®</sup> and DivDAX<sup>®</sup> options**

**1. Market-Making**

Permanent Market Makers in MDAX<sup>®</sup>, TecDAX<sup>®</sup> or DivDAX<sup>®</sup> options fulfilling the Market Maker Obligations at Eurex will receive, as before, a rebate of 55 percent of transaction fees (order book) or 40 percent (off-book) for the contracts concluded on M-accounts.

**2. Revenue sharing scheme**

The overall revenue sharing amount will be 30 percent of the net revenues (transaction fees minus Market Maker rebates) in MDAX<sup>®</sup>, TecDAX<sup>®</sup> and DivDAX<sup>®</sup> index options, whereby each product will be regarded separately.

As a general rule, the maximum number of Market Makers who can qualify for the revenue sharing scheme is limited to five per product and month. If not more than five Market Makers a month and per product fulfil the Market Maker Obligations, the 30 percent will be distributed amongst them. If more than five Market Makers fulfil in a month, only those five Market Makers with the highest total volumes (order book and off-book trades) will be entitled for revenue sharing. In the first six months of the revenue sharing scheme, the maximum number of Market Makers who can qualify will be limited to two per product and month.

- ten percent will be distributed evenly among the qualified Market Makers.
- 20 percent will be distributed according to the Market Maker's share of the traded volume in the sum of the traded volumes of all qualified Market Makers, whereby all order book trades and off-book trades are used for determination of the traded volume.

Rebates will be granted monthly whenever the Market Maker Obligations have been fulfilled.

For more details on the Market Maker Obligations and the revenue sharing scheme, please refer to Eurex circular 229/14.

## **Options on iShares ETFs: Adjustment of contract specifications and Market Maker Obligations**

### **1. Market-Making**

If a Market Maker fulfils the Market Maker Obligations in these products, a reimbursement of 100 percent of the transaction fees for transactions concluded in options on iShares ETFs on the M-account will be granted from 3 November 2014 until 31 December 2015. Each Member may act as Market Maker.

### **2. Revenue sharing scheme**

Market Makers fulfilling the new quote obligations qualify for a revenue sharing scheme whereby 30 percent of the net transaction fees will be distributed among the top three Market Makers in the respective options on iShares ETFs on a monthly basis according to a ranking of the volume of one single Market Maker out of the total trading volume of the top three Market Makers (based on M account volumes). The top Market Maker will receive 15 percent of the net transaction fees, while ten percent and five percent of the net transaction fees will be shared with the Market Makers ranked second and third.

For more details on the Market Maker Obligations and revenue sharing schemes as well as the amended Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, please refer to Eurex circular 230/14.

31 October 2014