



eurex circular 170/15

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Recipients: All Trading Participants of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Mehtap Dinc



High priority

Single Stock Dividend Futures: Introduction of a futures contract on the dividends of Fresenius SE & Co. KGaA due to inclusion in the EURO STOXX 50[®] index

Related Eurex Clearing circular: 108/15

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Content may be most important for:

☞ All departments

Attachment:

Updated Annex D of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich

Summary:

In the course of the regular annual review, STOXX Ltd. included Fresenius SE & Co. KGaA shares in the EURO STOXX 50[®] index effective 21 September 2015.

To complete the offering of Single Stock Dividend Futures (SSDFs) on the EURO STOXX 50[®] index components, the Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG decided with effect from **28 September 2015:**

1. Introduction of a futures contract on the dividends of Fresenius SE & Co. KGaA shares.
2. Incorporation of Fresenius Dividend Futures into the existing Designated Market-Making (DMM) scheme for Single Stock Dividend Futures on components of the EURO STOXX 50[®] index (DFEX1) and on German names (German package SDFDE) from 1 October 2015.

This circular provides information on the introduction of the new product and the updated section of the relevant rules and regulations of Eurex Deutschland and Eurex Zürich AG.



**Single Stock Dividend Futures: Introduction of a futures contract
on the dividends of Fresenius SE & Co. KGaA due to inclusion
in the EURO STOXX 50® index**

The Management Board of Eurex Deutschland and the Executive Board of Eurex Zürich AG decided with effect from 28 September 2015 to introduce a new futures contract on the dividends of Fresenius SE & Co. KGaA.

By means of the regular annual review of the EURO STOXX 50® index, Fresenius SE & Co. KGaA will be included in the EURO STOXX 50® index on 21 September 2015. By introducing the new product, Eurex completes its offering of SSDFs on the EURO STOXX 50® index components.

To implement this decision, the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich will be amended as specified in the attachment with effect from 28 September 2015.

1. Product overview

Single Stock Dividend Future on	Single Stock Dividend Future			Technical underlying of Single Stock Dividend Future	
	Eurex product code	Eurex product ISIN	Eurex product currency	Underlying product code	Underlying ISIN
Fresenius SE & Co. KGaA	F2RE	DE000A1637M0	EUR	F2RD	XC000A1637L0

Eurex product code	Contract size	Minimum price change	Minimum size for Block Trades	Eurex product group	Eurex group ID	Product type
F2RE	1000	0.001	1	XETR	DE21	FSTK

2. Contract specifications

Generally, contract specifications for the new Single Stock Dividend Future are in line with the existing ones with the relevant Eurex group ID, also in terms of trading hours and trading calendar, last trading day, settlement and determination of the daily and final settlement prices.

Updated Annex D of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich will be published on the Eurex website www.eurexchange.com as of start of trading under the following link:

[Resources > Rules and Regulations > Contract specifications](#)

3. Mistrade parameters

Mistrade ranges for the new Single Stock Dividend Future are determined according to Eurex circular 184/13 and following the quote spreads valid for Designated Market Makers. Unlike the Maximum Spreads which are part of the Market Maker Obligations, the mistrade ranges refer to the current reference price of the Single Stock Dividend Future. Depending on the contract month and assignment of the individual Single Stock Dividend Future to the corresponding spread class under a particular Market-Making scheme, the mistrade ranges may vary between 15 and 55 percent of the reference price.

Classification of mistrade ranges for Single Stock Dividend Futures:

Class	Mistrade range in percent of the reference price contract periods (contract month)		
	1	2	>= 3
1	15	15	25
2	20	20	30
3	25	25	35
4	30	30	40
5	40	40	50
6	20	25	35
7	40	45	55

The mistrade ranges for the Single Stock Dividend Future on Fresenius SE & Co. KGaA are as follows:

Eurex product code	Eurex product name	Mistrade ranges in percent of the reference price			Class
		1st maturity	2nd maturity	>= 3rd maturity	
F2RE	Fresenius Dividend Futures	30%	30%	40%	4

The mistrade ranges on product level for all Single Stock Dividend Futures are also available on the Eurex website under the link:

Products > Dividend derivatives > Single Stock Dividend Futures > product name > Parameters > Mistrade Ranges

4. Market-Making

As of 1 October 2015, Fresenius Dividend Futures (F2RE) will be part of the existing Designated Market-Making (DMM) package for SSDFs on components of the EURO STOXX 50[®] index (DFEX1) and also the German package (SDFDE).

The DMM obligations for Fresenius Dividend Future will be as follows:

Product name	Product ID	Maximum Spreads			Minimum Size		
		1st expiry	2nd expiry	3rd expiry	1st expiry	2nd expiry	3rd expiry
Fresenius Dividend Futures	F2RE	30%	30%	40%	50	50	25

Detailed information about DMM packages will be published in a separate Eurex circular.

5. Data vendor codes

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

Products > Vendor product codes

6. Transaction limits, minimum size for cross- and pre-arranged trades

The same values apply as for the already existing Single Stock Dividend Futures.

7. Further information

In the following, please find information on the new products, which is also contained in Eurex Clearing circular 108/15.

7.1 Transaction fees

Transaction fees are determined according to the relevant Eurex group ID (see section 1.):

Single Stock Dividend Futures with group ID according to Annex D of the Eurex Contract Specifications	Dividend	Currency	Regular transactions	Block Trades
DE21	>= 1.00	EUR	1.20	1.80
	0.75 – 0.99	EUR	1.00	1.50
	0.50 – 0.74	EUR	0.80	1.20
	0.25 – 0.49	EUR	0.60	0.90
	< 0.25	EUR	0.20	0.30

Please refer to the attachment of Eurex Clearing circular 108/15 for the exact transaction fees per Single Stock Dividend Future.

Further information can be retrieved from the Price List for Eurex Clearing AG available for download on the Eurex website under the link:

[Resources > Rules and Regulations > Price list](#)

7.2 Eurex Trade Entry Services

For Eurex Block Trades, the minimum number of tradable contracts will be one contract.

Participants wishing to use the Eurex Trade Entry Services for the first time should confirm their acceptance of the General Conditions for Participation by signing the appropriate form and returning it to Eurex Exchange. In addition, where the member firm is a Non-Clearing Member, its Clearing Member must sign and return the General Clearer's Declaration Agreement at the same time. The necessary forms can be found on the Eurex website under the link:

[Resources > Forms > Eurex Trade Entry Services](#)

An overview of the Eurex Trade Entry Services available for the products as well as detailed information on all products on single product basis with regard to availability, possibility of utilisation and minimum number of tradable contracts for the various Eurex Trade Entry Services is available on the Eurex website under the link:

[Products > Eurex Trade Entry Services > TES parameters](#)

7.3 Risk parameters

As of start of trading, risk parameters of the new products will be published on the Eurex website under the link:

[Market data > Clearing data > Risk parameters and initial margins](#)

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

[...]

Annex D in relation to subsection 1.14 of the Contract Specifications:

Futures contracts on the dividends of Shares ("Single Stock Dividend Futures")	Product-ID	Group ID*	Cash Market-ID*	Contract Size	Minimum Price Change	Currency**
[...]						
<u>Fresenius SE & Co. KGaA</u>	<u>F2RE</u>	<u>DE21</u>	<u>XETR</u>	<u>1000</u>	<u>0.001</u>	<u>EUR</u>
[...]						

* 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

[...]