X-pand into the Future

e u r e x *circular 033/06*

Date: Frankfurt, February 15, 2006
Recipients: All Eurex Members and vendors
Authorized by: Daniel Gisler

⚠ **Action Required** ⚠ **High Priority**

Extension of Exchange for Physicals (EFP)- and Exchange for Swaps (EFS) Trade Facility

Related Eurex Circulars: 143/04

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Content may be most important for:

- Front Office / Trading
- Middle + Back Office

Attachments:

Updated sections of Conditions for Utilization of the OTC Trade Entry Facilities (General Conditions for Participation)

Summary:

In its session on February 8, 2006 the Executive Board of Eurex Clearing AG decided to extend the Exchange for Physicals (EFP)- and the Exchange for Swaps (EFS) Trade Facility to all fixed-income debt securities or interest rate swaps denominated in the currency of any OECD member state. The extension comprises all Euro Fixed Income Futures as well as CONF Futures.

We kindly ask you to take good note of the changes to the Conditions for Utilization of the OTC Trade Entry Facilities (General Conditions for Participation) which will become effective on **March 1, 2006**. The updated sections of the General Conditions for Participation are attached to this circular. The complete version of this document will be published in due time on our website **www.eurexchange.com under OTC Facilities & Services.**

Extension of Exchange for Physicals (EFP)- and Exchange for Swaps (EFS) Trade Facility

In its session on February 8, 2006 the Executive Board of Eurex Clearing AG decided to extend the EFP- and the EFS Trade Facility to all fixed-income debt securities or interest rate swaps denominated in the currency of any OECD member state pursuant to section 10 and 12 of the General Conditions for Participation (attachment) with effect from March 1, 2006.

Prerequisite for the use of the corresponding debt securities or interest rate swap in combination with Euro-Schatz, Euro-Bobl, Euro-Bund and Euro-Buxl® futures is that the respective underlying shows a price correlation to the exchanged futures contract so that the futures contract represents an appropriate hedge instruments for the underlying.

The extension to non-euro interest rate securities and derivatives favors above all global trading at Eurex and permits to trade Eurex Fixed Income Futures also against non-euro or non-CHF bonds and swaps without any execution risk. Thus, Eurex participants get the highest flexibility possible to configure their bond/swap futures trade transactions in combination with Eurex Fixed Income Futures.

If you are not yet registered for the already available OTC Trade Entry Facilities, but now wish to use the extended EFP- and/or EFS Trade Entry Facility, you can download the necessary registration forms from the Member Section of the Eurex website **www.eurexchange.com** under the path **Eurex Derivatives Forms > OTC Trade Facility** and transmit the completed forms to the address shown thereon.

Frankfurt, February 15, 2006

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[.....]

10 Cash Transactions for the EFP Trade Facility

Eurex Clearing AG has determined that cash transactions in all debt securities, which show a price correlation to the exchanged futures contract so that the futures contract describes an appropriate hedge instrument for cash transactions, may be part of an EFP trade pursuant to subsection 2.1.2 of these General Conditions for Participation.

The EFP underlying cash transaction has to be denominated in ~~the~~the ~~permissible~~ currency ~~-~~of any OECD Member State~~of the respective futures contract~~.

[.....]

12 Cash Transactions for the EFS Trade Facility

Eurex Clearing AG has determined that cash transactions in EFS Trades must have the following characteristics:

- Spot or forward-starting plain vanilla OTC Interest Rate Swaps
- Agreement under the terms of an ISDA Master Agreement or any equivalent master agreement
- Regular annual fixed rate payment against regular floating rate payments per year
- All swap payments must be denominated in ~~the~~ the ~~same permitted~~ currency ~~as the respective futures contract (i.e. EUR for Euro Bund, Bobl and Schatz Future and CHF for the CONF Future)~~of any OECD Member State.

[.....]

Annex A to the General Conditions for Participation:

OTC Periods of Use Futures Contracts

Money Market Futures Contracts

Product	Product-ID	OTC Trading
-	-	-
Three-Month-EURIBOR-Futures	FEU3	08:00-19:00
One-Month-EONIA-Futures	FEO1	08:00-19:00

All times CET

Interest Rate Futures Contracts

Product	Product-ID	OTC Trading
-	-	-
Euro Schatz Futures	FGBS	08:00- 22:00
Euro Bobl Futures	FGBM	08:00-22:00
Euro Bund Futures	FGBL	08:00-22:00
Euro Buxl® Futures	FGBX	08:00-22:00
CONF Futures	CONF	08:30-17:00

All times CET

Index Futures Contracts

Product	Product-ID	OTC Trading
-	-	-
DAX® Index Futures	FDAX	09:00-22:00
MDAX® Index Futures	F2MX	09:00-22:00
TecDAX® Index Futures	FTDX	09:00-22:00
OMXH25 Index Futures	FFOX	09:00-22:00
SMI® Index	FSMI	09:00-19:00

Product	Product-ID	OTC Trading
-	-	-
Futures		
SMIM® Index Futures	FSMM	09:00-19:00
DJ EURO STOXX 50® Index Futures	FESX	09:00-22:00
DJ STOXX 50® Index Futures	FSTX	09:00-22:00
DJ STOXX 600® Index Futures	F600	09:00-22:00
DJ STOXX® 200 Mid Index Futures	F2MI	09:00-22:00
DJ Global Titans 50SM Index Futures	FGTI	09:00-22:00
DJ Italy Titans 30SM Index Futures	F1TA	09:00-22:00
DJ EURO STOXX® Sector Index Futures	-	09:00-22:00
DJ STOXX® 600 Sector Index Futures	-	09:00-22:00

All times CET

Volatility Index Futures Contracts

Product	Product-ID	OTC Trading
-	-	-
VDAX NEW® Futures	FVDX	09:00-19:00
VSMI® Futures	FVSM	09:00-19:00
VSTOXX® Futures	FVSX	09:00-19:00

All times CET

Individual Equity Futures

Product	Product-ID	OTC Trading
-	-	-
Individual Equity Futures		09:00-19:00

All times CET

OTC Periods of Use Options Contracts

Options Contracts on Money Market Futures Contracts

Product	Product-ID	OTC Trading
Options Contracts on	-	-
Three-Month EURIBOR Futures	OEU3	08:00-19:00

All times CET

Options Contracts on Interest Rate Futures Contracts

Product	Product-ID	OTC Trading
Options Contracts on	-	-
Euro Schatz Futures	OGBS	08:00-19:00
Euro Bobl Futures	OGBM	08:00-19:00
Euro Bund Futures	OGBL	08:00-19:00

All times CET

Index Options Contracts

Product	Product-ID	OTC Trading
-	-	-
DAX® Options Contracts	ODAX	09:00-19:00
TecDAX®- Options Contracts	OTDX	09:00-19:00

Product	Product-ID	OTC Trading
-	-	-
OMXH25- Options Contracts	OFOX	09:00-19:00
SMI®- Options Contracts	OSMI	09:00-19:00
DJ EURO STOXX 50® Index Options Contracts	OESX	09:00-19:00
DJ STOXX 50® Index Options Contracts	OSTX	09:00-19:00
DJ Global Titans 50SM Options Contracts	OGTI	09:00-19:00
DJ Italy Titans 30SM Index Options Contracts	O1TA	09:00-19:00
DJ EURO STOXX® Sector Index Options Contracts	-	09:00-19:00
DJ STOXX 600® Index Options Contracts		09:00-19:00
DJ STOXX® Mid 200 Index Options Contracts		09:00-19:00
DJ STOXX® 600 Sector Index Options Contracts		09:00-19:00

All times CET

Options Contracts on Exchange-traded Index Funds (EXTF Options)

Product	Product-ID	OTC Trading
-	-	-
Options on Aktien von EUR EXTFs*	OXEU	09:00-19:00
Options on Aktien von CHF EXTFs**	OXCH	09:00-19:00

* EXTF Options whose underlying is traded in the electronic trading system of Frankfurt Stock Exchange (FWB).
** EXTF Options whose underlying is traded in the electronic trading system of SWX Swiss Exchange.

All times CET

Options Contracts and Low Exercise Price Options on Equities of Stock Corporations

Product	Product-ID	OTC Trading
Options Contracts or LEPOs on Shares	-	-
Dutch Stock Corporations		09:00-19:00
Scandinavian Stock Corporations		09:00-19:00
French Stock Corporations		09:00-19:00
German Stock Corporations		09:00-19:00
Italian Stock Corporations		09:00-19:00
Swiss Stock Corporations		09:00-19:00
US-American Stock Corporations		09:00-19:00

All times CET