X-pand into the Future

eurex *rundschreiben 029/11*

Datum: 4. Februar 2011
Empfänger: Alle Handelsteilnehmer der Eurex Deutschland und Eurex Zürich sowie Vendoren
Absender: 1. Eurex Deutschland and Eurex Zürich
2. Eurex Clearing AG
Autorisiert von: Michael Peters

EURIBOR-Futures: Verlängerung des Designated Market-Making-Programms

Verweis auf Eurex-Rundschreiben: 241/09

Kontakt: Joachim Heinz, Tel. +49-69-211-1 59 55, Fax +49-69-211-61 59 55,
E-Mail joachim.heinz@eurexchange.com

Zielgruppe:

➲ Front Office/Handel

Anhänge:

Nur in englischer Sprache:
1. Designated Market Maker Application Form
2. Designated Market Maker Quote Obligations

Zusammenfassung:

Die Geschäftsführungen der Eurex-Börsen und der Vorstand der Eurex Clearing AG haben beschlossen, das Designated Market-Making-Programm für EURIBOR-Futures zu verlängern. Das Programm läuft vom **1. März 2011 bis zum 31. Dezember 2013**. Es soll die Liquidität im Orderbuch sicherstellen und weiter verbessern.

Wenn Sie Fragen haben, wenden Sie sich bitte an Joachim Heinz unter Tel. +49-69-211-1 59 55, Fax +49-69-211-61 59 55 oder E-Mail joachim.heinz@eurexchange.com.

EURIBOR-Futures: Verlängerung des Designated Market-Making-Programms

Die Geschäftsführungen der Eurex-Börsen und der Vorstand der Eurex Clearing AG haben beschlossen, das Designated Market-Making-Programm für EURIBOR-Futures zu verlängern. Das Programm läuft vom 1. März 2011 bis zum 31. Dezember 2013. Es soll die Liquidität in EURIBOR-Futures sicherstellen und weiter verbessern.

Als Designated Market Maker verpflichtet sich der Eurex-Teilnehmer, unter Einhaltung von Maximum Spreads für eine festgelegte Mindestanzahl von Kontrakten und im Rahmen einer festgelegten Zeitdauer kontinuierlich Geld- und Briefkurse (Quotes) zu stellen.

Erfüllt der Market Maker seine Verpflichtungen, wird Eurex Clearing AG im Gegenzug die Handels- und Clearing-Entgelte für die durch den Designated Market Maker auf M-Konten abgeschlossenen Geschäfte zu 100 Prozent erstatten.

Unter der Voraussetzung, dass bestimmte tägliche Handelsvolumina erreicht werden, werden Designated Market Maker im Jahr 2011 zusätzliche monatliche Beträge gutgeschrieben. Für die Jahre 2012 und 2013 wird eine Gewinnbeteiligung gewährt. Beides wird gemessen an ihrem Anteil am Handel innerhalb der Gruppe der TOP 5 Designated Market Maker.

Die genauen Parameter des Designated Market-Making-Programms entnehmen Sie bitte den Anhängen 1 und 2.

An der Teilnahme interessierte Mitglieder bitten wir, den beigefügten Designated Market Maker-Antrag (Anhang 1) auszufüllen und an Joachim Heinz, Eurex Product Strategy, Fax +49-69-211-61 59 55 zurückzusenden.

4. Februar 2011

Application Form - Designated Market Making Scheme

To Eurex
Product Development
Joachim Heinz
Mergenthalerallee 61

65670 Eschborn

Fax no.: +49-69-211-61 59 55

Application for the Status of Designated Market Maker in EURIBOR Futures

1. We _____
(name of member)

herewith apply for the status of Designated Market Maker in the following contract in the EURIBOR Futures (FEU3) for the period from **March 1, 2011 until December 31, 2013 (commitment period)** in accordance with the terms and conditions stated in the Quote Obligations (attachment).

2. As a Designated Market Maker

   a) we will provide bid and ask quotes or orders on a continuous basis

      - for the minimum number of contracts specified in the quote obligations
      - in compliance with the Maximum Spreads specified in the quote obligations; and
      - for the period of time specified in the quote obligations

   b) we will give you the name of a manager who has the authorization and expertise necessary to make decisions and act as the coordinator in our firm, who will be available for Eurex with respect to this agreement;

   c) we will ensure that a Eurex trading screen and a qualified trader are available for Designated Market Making; and

   d) we will inform Eurex within one business day in the event that we find ourselves no longer in a position to fulfill these obligations.

3. Eurex will in return

   a) – if wished - mention the name of the Eurex member with the Designated Market Maker status in advertising and informative material in connection with the contracts;

   b) – if wished - make Eurex spokesmen and printed material available for seminars organized by the Designated Market Makers regarding the fixed income futures; and

c) refund all trading and clearing fees for the contracts traded by the Designated Market Makers on Market Maker (M) - accounts up to December 31, 2013 upon fulfillment.

d) grant a monthly stipend (from March 2011 until December 2011) of x% of 15,000 euros provided the monthly average volume in the EURIBOR Futures exceeds 4,000 contracts per day, whereas “x” is defined by the monthly trading share of each market maker within the group of the TOP 5 market makers.

e) pay out 50% of the Eurex revenues in EURIBOR Futures in 2012 if the daily average of the fourth quarter 2011 exceeds 6,000 contracts per day and the market maker has fulfilled its quote obligation. The liquidity pool will be distributed according to the trading share of each market maker within the group of TOP 5 market makers.

f) pay out 50% of the Eurex revenues in EURIBOR Futures in 2013 if the daily average of the fourth quarter 2012 exceeds 8,000 contracts per day and the market maker has fulfilled its quote obligation. The liquidity pool will be distributed according to the trading share of each market maker within the group of TOP 5 market makers.

4. Compliance with the obligations stated under No. 2 shall be monitored by Eurex. In the event that the obligations stated under No. 2 are not met by us, Eurex shall have the right to terminate the agreement. In this case, Eurex shall be released from its obligations pursuant to No. 3 with immediate effect.

5. In the event of a significant change in the Contract Specifications for the contract or due to a revision of the law or rules with respect to the contract, we as well as Eurex have the right to terminate this agreement with immediate effect or to renegotiate the requirements indicated in paragraph 2 and/or in the associated Quote Obligations.

6. Eurex shall have the right to amend or expand one or more of the conditions laid down in this agreement for limited periods of time at its sole discretion with validity for all Designated Market Makers, if it deems this appropriate (for example, in circumstances which lead to high market volatility or if such amendments or expansion is not expected to have an adverse effect on market quality). In the event that Eurex amends or expands one or more conditions, the Designated Market Makers must, for their part, ensure that the Designated Market Makers can also be promptly advised that this situation has ceased to exist.

7. Other than the aforementioned measures, no special status at Eurex shall be accorded to the participant in conjunction with the Designated Market Maker status, which expires on December 31, 2013. After that time, the title "Designated Market Maker" can no longer be used unless otherwise agreed with Eurex.

8. The associated Quote Obligations (attachment) are an integral part of this application.

SHOULD BE FILLED OUT BY THE PERSON DESIGNATED IN ACCORDANCE WITH PARAGRAPH 2. b)

_____
Place, date

_____	_____
Name	Position
_____	_____
Phone	Fax
_____	_____
(Signature / Stamp of the firm)	E-mail address

Please send the completed application for the status of Designated Market Maker to the indicated fax number.

Attachment to the application for the Status of Designated Market Maker in EURIBOR Futures:

Quote Obligations

Eurex Code: **FEU3**

Minimum Size:

1st White Month:	500 contracts
2nd-4th White Months:	400 contracts
5th-6th Red Months:	200 contracts
7th-8th Red Months:	100 contracts
Green Months:	50 contracts
Blue Months:*	25 contracts
Gold Months:*	25 contracts

symmetrical on the bid and ask side

Maximum Spread:

White Months:	1 ticks
Red Months:	1.5 ticks
Green Months:	2 ticks
Blue Months:*	3 ticks
Gold Months:*	5 ticks

Quotation Period:

White Months:	80%
Red Months:	80%
Green Months:	70%
Blue Months:*	60%
Gold Months:*	0%

of the daily trading period between 08:00 a.m. CET and 07:00 p.m. CET on a monthly average

In fast market conditions the spread will be doubled and the number of contracts will be halved.

The commitment period starts March 1st, 2011 and ends December 31, 2013

* Blue & Gold contract months not yet listed. Obligation will be valid with potential product introduction in 2011. Quotation in Gold contract months is on voluntary basis.