X-pand into the Future

eurex circular 051/11

Date: March 9, 2011
Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Peter Reitz

Action required

Equity Options: Introduction of new Equity Options on Michelin, Lagardère, Aperam and further selected Equities of France and the Netherlands

Contact: Christine Heyde, Eurex Product Development, tel. +49-69-211-1 56 98,
e-mail: christine.heyde@eurexchange.com

Content may be most important for:

➲ All departments

Attachments:

1. Updated sections of Annex B of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich, effective March 21, 2011
2. Market-Making Obligations effective April 1, 2011 (excerpt)

Summary:

The Management Boards of the Eurex Exchanges decided to introduce equity options on Michelin (MCH), Lagardère (LAG), Imtech (IR3A), Aperam (7AA), Aeroports de Paris (W7L), Gecina (GI6A), Gemalto (LDV) and Nutreco (NU3), effective **March 21, 2011**.

Permanent Market-Making (PMM) will be offered for the new equity options. In addition, effective April 1, 2011, Michelin and Lagardère will be included in the French AMM Package and Imtech and Aperam will be included in the Dutch AMM Package.

For Aeroports de Paris, Gecina, Gemalto und Nutreco the minimum amount of tradable contracts for OTC Wholesale facilities is one contract and for the remaining values 250 contracts.

Equity Options: Introduction of new Equity Options on Michelin, Lagardère, Aperam and further selected Equities of France and the Netherlands

1. Introduction Date

The introduction of equity options on Michelin (MCH), Lagardère (LAG), Imtech (IR3A), Aperam (7AA), Aeroports de Paris (W7L), Gecina (GI6A), Gemalto (LDV) and Nutreco (NU3) will take place on March 21, 2011.

2. Contract Specifications and Product Parameters

The following table contains all essential product parameters of the new equity options:

Options Contracts on Equities (Equity Options) on	Eurex Product ID	Product / Underlying ISIN	Group ID	Contract Size	Minimum Price Change	Maturity (Month)	Currency
Introduction on March 21, 2011							
French Equity Options (Group ID FR11 and FR 12)							
MICHELIN	MCH	FR0000121261	FR11	100	0,01	60	EUR
LAGARDERE	LAG	FR0000130213	FR11	100	0,01	60	EUR
Aeroports de Paris	W7L	FR0010340141	FR12	100	0,01	24	EUR
GECINA	GI6A	FR0010040865	FR12	100	0,01	24	EUR
GEMALTO	LDV	NL0000400653	FR12	100	0,01	24	EUR
Dutch Equity Options (Group ID NL11 und NL12)							
IMTECH	IR3A	NL0006055329	NL11	100	0,01	60	EUR
APERAM S.A.	7AA	LU0569974404	NL11	100	0,01	60	EUR
NUTRECO	NU3	NL0000375400	NL12	100	0,01	24	EUR

As of start of trading, the exact product parameters will be published on the Eurex website under the following path:

www.eurexchange.com > Trading > Products > Equity Derivatives > Equity Options

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/products/EQU/OPT/products_en.html

3. Expiration Dates

The equity options of the group IDs FR12 and NL12 will be tradable for up to 24 months, i.e., until and including the next, the second next and the third next expiration dates and including the next three consecutive quarterly expiration dates as well as the following two semi-annual expiration dates.

Values of the group IDs FR11 and NL11 will be tradable for up to 60 months. In addition to the above-mentioned expiration dates two further consecutive semi-annual expiration dates (June, December) as well as the next two consecutive annual expiration dates (December) will be available.

4. Exercise Prices

All equity options follow the current Eurex standard for exercise prices of the respective group IDs. For details, please refer to the contract specifications.

Upon introduction of the options contracts for French and Dutch equities, for each Call and Put of each expiration date in the respective expirations of up to and including twelve months at least nine exercise prices will be available for trading, four of which are in-the-money, one is at-the-money and four are out-of-the-money. For expiration dates with expirations of more than twelve months at least seven exercise prices will be available for trading, three of which are in-the-money, one is at-the-money and three are out-of-the-money.

5. Risk Parameters

Risk parameters will be published on the Eurex website under the path:

www.eurexchange.com > Clearing > Risk & Margining > Risk Parameters & Initial Margins

For direct access to the documents click on the following link:
http://www.eurexchange.com/clearing/risk/parameters_en.html

6. Trading Hours

Trading hours correspond with the relevant trading hours of the already existing group IDs. For details, please refer to the contract specifications.

7. Mistrade Ranges, Position Limits

The Mistrade Ranges and position limits for the new equity options will be published as of start of trading on the Eurex website under:

www.eurexchange.com > Trading > Products > Equity Derivatives > Equity Options

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/products/EQU/OPT/products_en.html

8. Market-Making

For the new equity options with group ID FR12 and NL12, Regular Market-Making (RMM) and Permanent Market-Making (PMM) will be offered.

Michelin and Lagardère (group ID FR11) will be included in the French AMM Package and Imtech and Aperam (group ID NL11) will be included in the Dutch AMM Package, effective April 1, 2011. In each package, the number of exceptions will be increased by one.

For the named values with group ID FR11 and NL11 also PMM will be offered.

As of start of trading, Market Maker Obligations will be published on the Eurex website under the path:

www.eurexchange.com > Trading > Market Model > Market-Making

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/market_model/market_making/obligations_en.html

9. Vendor Codes

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

www.eurexchange.com > Trading > Products > Vendor Product Code Search

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/products/vendor_product_code_search_en.html

10. Trading Calendar

The existing trading calendars for equity options on French and Dutch underlying instruments will apply. They can be found on the Eurex website under the path:

www.eurexchange.com > Trading > Trading Calendar

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/calendar/2011_en.html

11. Transaction Limits, Minimum Size for Cross- and Pre-arranged Trades, Transaction Fees

The same values apply as for existing equity options with the respective group ID.

12. Product Groups

The new equity options will be assigned to the following groups:

Product Group	Settlement Location Unit	Regulatory Status	Settlement Type	Product Type	Product Segment	Product Currency	Product Code					
French and Dutch Equity Options	EXS	N	C/P	O	Equity options	EUR	E	N	S	O	E	E

For further information on the assignment of products and product groups, please refer to Eurex circular 232/07, section 1.6. On single product basis please also refer to the Excel file „Eurex Product List and Product Grouping" under the path:

www.eurexchange.com > Trading > Wholesale Trading > Wholesale Trading Parameters

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/wholesale/otc_en.html

13. OTC Trade Entry Facilities

For the Block and Flexible Options facilities, options on shares of Michelin, Lagardère, Imtech and Aperam will be admitted with 250 contracts. Options on shares of Aeroports de Paris, Gecina, Gemalto und Nutreco will be admitted with one contract.

The intra-day non-disclosure limit for OTC Block Trades corresponds to 1,001 contracts.

The Flexible Options facility will be available upon acceptance of the General Conditions of Participation.

An overview of the OTC Wholesale facilities available for the products and detailed information on all stock futures and equity options on single product basis with regard to availability, possibility of utilization and minimum quote sizes for the various OTC Wholesale facilities can be found under the path:

www.eurexchange.com > Trading > Wholesale Trading > Wholesale Trading Parameters

For direct access to the document click on the following link:

http://www.eurexchange.com/trading/wholesale/otc_en.html

If you have any questions or require further information, please contact Christine Heyde at tel. +49-69-211-1 56 98 or e-mail to christine.heyde@eurexchange.com.

March 9, 2011

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MODIFICATIONS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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[…]

Annex B in relation to subsection 2.6 of the contract specifications:

Options on Shares of	Product-ID	Group ID*	Cash Market ID*	Contract Size	Maximum Term (Months)	Minimum Price Change	Currency **
[...]							
Michelin et Cie S.C.p.A.	MCH	FR11	XPAR	100	60	0.01	EUR
Lagardère S.C.A.	LAG	FR11	XPAR	100	60	0.01	EUR
Aeroports de Paris	W7L	FR12	XPAR	100	24	0.01	EUR
Gecina S.A.	GI6A	FR12	XPAR	100	24	0.01	EUR
Gemalto N.V.	LDV	FR12	XPAR	100	24	0.01	EUR
Imtech N.V.	IR3A	NL11	XAMS	100	60	0.01	EUR
Aperam S.A.	7AA	NL11	XAMS	100	60	0.01	EUR
Nutreco N.V.	NU3	NL12	XAMS	100	24	0.01	EUR
[...]							

* 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

Attachment 2 to Eurex Circular 051/11

Market Maker Obligations at Eurex (Excerpt)

Package	Package Products with Compulsory fulfilment	Number of Monthly Exceptions
Dutch	-	~~5~~6
French	-	~~15~~16

Spread Classification, Minimum Quote Size and Quoting Maturity Range for Equity Options and Options on ETFs

Product	Product ID	Spread Class	Minimum Quote Size (Contracts)		Number of expirations to be quoted for PMM/AMM; the first	AMM Package ID
			RMM	AMM/ PMM		
Options on						
Other Equities						
MICHELIN	MCH	6	NA	10	6	FR
LAGARDERE	LAG	6	NA	10	6	FR
IMTECH N.V.	IR3A	2	NA	20	6	NL
APERAM	7AA	2	NA	20	6	NL

Stock options with group ID:
AT12, BE12, CH12, DE12, ES12, FI12, FR12, IT12, NL12, SE12

Product	Product ID	Spread Class	Minimum Quote Size (Contracts) RMM/PMM	Number of Expirations to be quoted for RMM/PMM; the first
Stock Options on				
ADP	W7L	7	10	6
GECINA	GI6A	7	10	6
GEMALTO	LDV	6	10	6
NUTRECO N.V.	NU3	7	10	6