Deutsche Börse

To the
Members of
DTB Deutsche Terminbörse

Deutsche Börse AG

Börsenplatz 7-11
60313 Frankfurt/Main

Mailing address
60284 Frankfurt/Main

Phone
+49 69-21 01-5923
Fax
+49 69-21 01-4461

Internet
http://www.exchange.de

01/27/1998

Launch of Euromark and Schatz Options at DTB Deutsche Terminbörse
Circular No. 03/98

1. Launch date
2. Conditions for Trading/Clearing Conditions
3. Transaction fees
4. Margin parameters, margin classes and margin groups
5. Position limits
6. Crossing regulation
7. Mistrade regulation
8. Transaction limits
9. Preparations for the initiation of trading
10. Market making in the Option on the Three-Month Euromark Future

Dear Sir or Madam,

Further to Circular No. 78/97, we are pleased to provide you with the following, important information for the initiation of trading in the new Euromark and Schatz Options at DTB.

1. Launch date

The Three-Month Euromark and Schatz Options will be introduced for trading at DTB on Thursday, February 12, 1998. As of this date, the four nearest end-of-quarter months (March, June, September and December) will be available for trading in the Option on the Three-Month Euromark Future; and the three nearest months as well as the next succeeding end-of-quarter month (March, April, May and June) in the Schatz Option.

Chairman of the Supervisory Board:
Dr. Rolf-E. Breuer

Executive Board:
Dr. Werner G. Seifert
(Chief Executive Officer)
Jürgen Blitz
Dr. Reto Francioni
Dr. Jörg Franke
Paul Gerbecks

Aktiengesellschaft
mit Sitz in
Frankfurt am Main
HRB Nr. 32232
Amtsgericht

2. Conditions for Trading/Clearing Conditions

Please refer to Enclosures 1 and 2 for the relevant Conditions for Trading and Clearing Conditions for these products.

3. Transaction fees

The transaction fees applicable to both products are provided in Enclosure 3.

4. Margin parameters, margin classes and margin groups

The Three-Month Euromark Option will be included in margin class LIB3.
The margin interval for EUMO (Euromark Option) is 26 ticks.
EUMO will thus become part of the LIBO margin group, which consists of the margin classes LIB1 and LIB3. The offset factor will be calculated analogous to the BUBO margin group (BUND, BOBL, SHAZ).

The Schatz Option will be included in the SHAZ margin class.
The margin interval is 90 ticks.

5. Position limits

There are no position limits for either product.

6. Crossing regulation

The minimum order size within the meaning of Sub-Subpart 1.3.3 para. 5 of the Conditions for Trading applicable to cross and pre-arranged trades is 100 contracts in the trading of Three-Month Euromark Options and 50 contracts in the case of Schatz Options.

7. Mistrade regulation

As in the case of Bund and Bobl options, Sub-Subpart 1.2 of the Implementation Regulations for the handling of erroneous entries shall apply to both contracts.

8. Transaction limit

The transaction limit in the case of both products (i.e. for each product) is 12,000 transactions per day and participant.

9. Preparations for the initiation of trading

- On February 10, 1998 (Tuesday), the Three-Month Euromark Option (DTB code: "EUMO") and the Schatz Option (DTB code: "OSHZ") will both be set up in the DTB trading system. Corresponding back-office transactions will be transmitted electronically.

- On February 11, 1998 (Wednesday), after 7:00 p.m. (Frankfurt time), settlement prices in gradations of 0.005 DM will be dispatched for all contract months of the Three-Month Euromark Option and in gradations of 0.01 DM for the Schatz Option. Transactions will also be generated for the PMI file. In addition, theoretical prices for both products will be transmitted as part of the daily transmission of theoretical prices; we kindly ask that you disregard the prices transmitted for the two new products on this day.

- On February 12, 1998 (Thursday), trading will be initiated in the Three-Month Euromark Options as well as the Schatz Option. Orders in the contracts can be entered in the DTB system as of 7:30 a.m.

If you have any questions, please feel free to call our help desks at any time:

Technical Help Desk	Functional Help Desk
+49-69/2101-1200	+49-69/2101-1240 Trading +49-69/2101-1250 Clearing

10. Market making in the Option on the Three-Month Euromark Future

As opposed to the announcement made in Circular No. 78/97, the minimum size for market makers in this product is 50 contracts on the bid and the ask side in all series. Therefore, the complete quote obligation to be met by market makers in the Three-Month Euromark Option in response to quote requests is as follows:

Expiration month	Minimum size	Spread*
first and second month	50 contracts	6 ticks
third month	50 contracts	8 ticks
fourth month	50 contracts	10 ticks

* One tick equals 0.005 points. In other words, six ticks correspond to a spread of 0.03 points.

This change does not affect market making in the Schatz Option nor the design of the Market-Maker Bonus Systems in both products.

If you have any questions, please feel free to call Elmar Werner at +49-69/2101-5923.

Yours sincerely,

Jörg Franke Christian Klapproth

Enclosures

2 Part

Contract Specifications

2.2 Subpart

Contract Specifications for Options Contracts

2.2.7 Sub-Subpart*

Specifications for Options Contracts on Futures Contracts on the Interest Rate for Three-Month Euro Cash Deposits in Deutsche Marks (Options on a Three-Month Euromark Future)

2.2.7.1 Subject Matter of Contract

An option relates to a Three-Month Euromark Futures contract pursuant to subsection 2.1.7.1 et seq. of the available Three-Month Euromark Futures months with specified terms.

2.2.7.2 Call Option (Call)

(1) The purchaser of a call option ("Call") has the right to demand the opening of a long position in the Three-Month Euromark Futures contract with the stipulated strike price.

(2) The writer of a call is required, on the Exchange day after e xercise, to establish a short position in the Three-Month Euromark Futures contract with the stipulated strike price.

2.2.7.3 Put Option (Put)

(1) The purchaser of a put option ("Put") has the right to demand the opening of a short position in the Three-Month Euromark Futures contract with the stipulated strike price.

(2) The writer of a put is required, on the Exchange day after exercise, to establish a long position in the Three-Month Euromark Futures contract with the stipulated strike price.

2.2.7.4 Option Premiums

(1) The purchaser of an options contract is required to pay to the writer thereof the price for the purchase of the options right (the "Option Premium").

(2) The premium payment is not made through a one-time payment after the purchase of the option; instead it is part of the daily settlement process during the duration of the option position based on a mark-to-market valuation of the position on each Exchange day. The valuation is made on the day on which the transaction is entered into on the basis of the difference between the option price and the

* Subsections 2.2.7 and 2.2.8 have been inserted in the Conditions for Trading.

daily settlement price, and thereafter on the basis of the difference between the daily settlement prices of the current Exchange day and the preceding Exchange day. The daily settlement may also result in an interim debit of the writer.

Upon exercise and assignment of the option, as well as upon its expiration, a final premium payment shall be made in an amount equivalent to the daily settlement price of the options contract on the exercise day or the expiration day, as the case may be.

2.2.7.5 Term, Close of Trading, Expiration Day

(1) Options are available at the Exchange with terms consisting of the next four consecutive months as well as the respective following month of the cycle March, June, September and December; i.e., terms of three, six or nine months, as well as a maximum term of twelve months, are available. The due months of the underlying future and the expiration months of the option are identical.

(2) The last trading day of an opt ion series shall be the last day on which such option series is available to Exchange Participants for trading and clearing through the EDP system of the Exchange. This shall be the second trading day prior to the third Wednesday of the relevant performance month (calendar month pursuant to paragraph (1)) - provided that on this day the British Bankers 'Association has determined the reference interest rate LIBOR relevant to three-month Euro cash deposits, otherwise the preceding trading day. The close of trading for the expiring contract is 11:00 a.m. London time. The expiration day for any option series shall be the Exchange day following its last trading day.

(3) An option series may not be canceled so long as any Exchange Participant continues to hold open positions in such option series.

2.2.7.6 Strike Prices

(1) Option series can have strike prices with price gradations of 0.1 points. A point has a value of DM 2,500 and represents 200 ticks in the EDP system.

(2) Upon the admission of a contract, at le ast 21 strike prices shall be made available for trading for each expiration day for each call and put, such that ten strike prices are "in the money", one is "at the money" and ten are "out of the money".

(3) Option series with new strike prices shall be introduced for an existing expiration month no later than at the beginning of the Pre-Trading Period of a given Exchange day in the event that the daily settlement price of the underlying Three-Month Euromark Futures contract on each of the previous two trading days has exceeded or fallen below the average of the eleventh- and tenth-highest or the eleventh- and tenth-lowest then-existing strike prices, as the case may be, of options written on such Three-Month Euromark Futures contract. A new option series shall generally not be introduced if it would expire in fewer than ten Exchange days.

2.2.7.7 Price Gradations

The prices of the options contracts will be quoted with three decimal places. The smallest price change shall be 0.005 point; this represents a value of DM 12.50.

2.2.7.8 Exercise

(1) Options may be exercised by the purchaser on any Exchange day during the term until the end of the Post-Trading Period (American style). The last exercise day shall generally be the expiration day (subsection 2.2.7.5 paragraph (2) sentence 3). However, the holder of an option purchased on the Exchange may exercise such option no later than on the last trading day of the option series (subsection 2.2.7.5 paragraph (2) sentence 2) in order that such option may be exercised in a timely manner prior to its expiration by Deutsche Börse AG vis-à-vis the writers thereof and, if necessary, by such writers vis-à-vis third parties.

(2) The Exchange shall inform the Exchange Participants on each of the last ten Exchange days before the last trading day of an option series of options contracts then becoming due.

(3) Each Exchange Participant is responsible for exercising its options contracts. The Exchange shall not automatically exercise any options contracts.

(4) In the event of an EDP failure, the Exchange must receive a written exercise request from the Exchange Participant concerned (e.g., letter, telex or telecopy) no later than the end of the Post-Trading Period on or before the last trading day of the options contract. The exercise request shall be entered by the Exchange to the extent possible using reasonable efforts.

(5) The exercise of an option entered during any day may be altered until the end of the Post-Trading Period of that day.

2.2.7.9 Assignment

(1) All exercises shall be assigned to the writers of the exercised option series after the end of the Post-Trading Period on the exercise day. Assignments shall be binding. Exercises may be assigned throughout the term of an options contract, including on its expiration day (subsection 2.2.7.5 paragraph (2) sentence 3).

(2) The Exchange Participants and Clearing Members affected by any such assignment shall be notified thereof during the morning of the following trading day.

(3) Assignments shall be made through the Exc hange by a random selection process conducted in accordance with detailed rules. The assignment method shall be communicated to the Exchange Participants. Any change of such method shall become effective after notice thereof.

(4) All assignments made for the Agent Position Account of an Exchange Participant shall be assigned by such Exchange Participant to the positions of its customers, on the basis of a procedure that ensures the neutrality of the assignment process.

(5) All assignments made for the Princ ipal Position Accounts or M-position Accounts of an Exchange Participant must be performed by such Exchange Participant and may not be transferred onward to its customers.

2.2.7.10 Performance, Opening of Positions

(1) Exercised and assigned options contracts shall be performed through the opening of a long position (for the purchaser of a call) or a short position (for the purchaser of a put), or of a short position (for the writer of a call) or a long position (for the writer of a put), as the case may be, subsequent to the Post Trading Period of the exercise day; the opening of the applicable position shall occur through the EDP system of the Exchange.

(2) Pursuant to the provisions of paragraph (1), Deutsche Börse AG shall open a position in the relevant futures contract for the Exchange Participant concerned; if the Exchange Participant is not a Clearing Member, subsection 1.2.2 paragraph (2) shall apply mutatis mutandis. The Exchange Participant shall have the corresponding obligation to its customers.

2.2.7.11 Futures Position

The applicable provisions of subsection 2.1.7.1 et seq. shall govern the futures position opened.

2.2.8 Sub-Subpart

Specifications for Options Contracts on Futures Contracts on a Notional Short-Term Debt Security of the Federal Republic of Germany or the Treuhandanstalt (Options on a Short-Term Schatz Future)

2.2.8.1 Subject Matter of Contract

An option relates to a Schatz futures contract pursuant to subsection 2.1.8.1 et seq. of the available delivery months.

2.2.8.2 Call Option (Call)

(1) The purchaser of a call option ("Call") has the right to demand the opening of a long position in the Schatz futures contract with the stipulated strike price.

(2) The writer of a call is required, on the Exchange day after exercise, to establish a short position in the Schatz futures contract with the stipulated strike price.

2.2.8.3 Put Option (Put)

(1) The purchaser of a put option ("Put") has the right to demand the opening of a short position in the Schatz futures contract with the stipulated strike price.

(2) The writer of a put is required, on the Exchange day after exercise, to establish a long position in the Schatz futures contract with the stipulated strike price.

2.2.8.4 Option Premiums

(1) The purchaser of an options contract is required to pay to the writer thereof the price for the purchase of the options right (the "Option Premium").

(2) The premium payment is not made through a one-time payment after the purchase of the option; instead it is part of the daily settlement process during the duration of the option position based on a mark-to-market valuation of the position on each Exchange day. The valuation is made on the day on which the transaction is entered into on the basis of the difference between the option price and the daily settlement price, and thereafter on the basis of the difference between the daily settlement prices of the current Exchange day and the preceding Exchange day. The daily settlement may also result in an interim debit of the writer.

Upon exercise and assignment of the option, as well as upon its expiration, a final premium payment shall be made in an amount equivalent to the daily settlement price of the options contract on the exercise day or the expiration day, as the case may be.

2.2.8.5 Term, Close of Trading, Expiration Day

(1) Options are available at the Exchange with terms consisting of the next three consecutive months as well as the respective following month of the cycle March, June, September and December; i.e., terms of one, two or three months, as well as a maximum term of six months, are available. The due months of the underlying futures and the expiration month of the option are identical in the months of March, June, September and December, in all other months, the due month of the underlying futures is the next cyclical end-of-quarter month following the expiration month of the option.

(2) The last trading day of an option series shall be the last day on which such option series is available to Exchange Participants for trading and clearing through the EDP system of the Exchange. The last trading day shall be the sixth Exchange day before the first calendar day in the expiration month. The expiration day for any option series shall be the Exchange day following its last trading day.

(3) An option series may not be canceled so long as any Exchange Participant continues to hold open positions in such option series.

2.2.8.6 Strike Prices

(1) Option series can have strike prices with price gradations of 0.25 points. A point has a value of DM 2,500 and represents 100 ticks in the EDP system.

(2) Upon the admission of a contract, at least nine strike prices shall be made available for trading for each expiration day for each call and put, such that four strike prices are "in the money", one is "at the money" and four are "out of the money".

(3) Option series with new strike prices shall be introduced for an existing expiration month no later than at the beginning of the Pre-Trading Period of a given Exchange day in the event that the daily settlement price of the underlying Schatz futures contract on each of the previous two trading days has exceeded or fallen below the average of the fifth- and fourth-highest or the fifth- and fourth-lowest then-existing strike prices, as the case may be, of options written on such Schatz futures contract. A new option series shall generally not be introduced if it would expire in fewer than ten Exchange days.

2.2.8.7 Price Gradations

The prices of the options contracts will be quoted with two decimal places. The smallest price change shall be 0.01 point; this represents a value of DM 25.

2.2.8.8 Exercise

(1) Options may be exercised by the purchaser on any Exchange day during the term until the end of the Post-Trading Period (American style). The last exercise day shall generally be the expiration day (subsection 2.2.8.5 paragraph (2) sentence 3). However, the holder of an option purchased on the Exchange may exercise such option no later than on the last trading day of the option series (subsection 2.2.8.5 paragraph (2) sentence 2) in order that such option may be exercised in a timely manner prior to its expiration by Deutsche Börse AG vis-à-vis the writers thereof and, if necessary, by such writers vis-à-vis third parties.

(2) The Exchange shall inform the Exchange Participants on each of the last ten Exchange days before the last trading day of an option series of options contracts then becoming due.

(3) Each Exchange Participant is responsible for exercising its options contracts. The Exchange shall not automatically exercise any options contracts.

(4) In the event of an EDP failure, the Exchange must receive a written exercise request from the Exchange Participant concerned (e.g., letter, telex or telecopy) no later than the end of the Post-Trading Period on or before the last trading day of the options contract. The exercise request shall be entered by the Exchange to the extent possible using reasonable efforts.

(5) The exercise of an option entered during any day may be altered until the end of the Pos t-Trading Period of that day.

2.2.8.9 Assignment

(1) All exercises shall be assigned to the writers of the exercised option series after the end of the Post-Trading Period on the exercise day. Assignments shall be binding. Exercises may be assigned throughout the term of an options contract, including on its expiration day (subsection 2.2.8.5 paragraph (2) sentence 3).

(2) The Exchange Participants and Clearing Members affected by any such assignment shall be notified thereof during the morning of the following trading day.

(3) Assignments shall be made through the Exchange by a random selection process conducted in accordance with detailed rules. The assignment method shall be communicated to the Exchange Participants. Any change of such method shall become effective after notice thereof.

(4) All assignments made for the Agent Position Account of an Exchange Participant shall be assigned by such Exchange Participant to the positions of its customers, on the basis of a procedure that ensures the neutrality of the assignment process.

(5) All assignments made for the Principal Position Accounts or M-position Accounts of an Exchange Participant must be performed by such Exchange Participant and may not be transferred onward to its customers.

2.2.8.10 Performance, Opening of Positions

(1) Exercised and assigned options contracts shall be performed through the opening of a long position (for the purchaser of a call) or a short position (for the purchaser of a put), or of a short position (for the writer of a call) or a long position (for the writer of a put), as the case may be, subsequent to the Post Trading Period of the exercise day; the opening of the applicable position shall occur through the EDP system of the Exchange.

(2) Pursuant to the provisions of paragraph (1), Deutsche Börse AG shall open a position in the relevant futures contract for the Exchange Participant concerned; if the Exchange Participant is not a Clearing Member, subsection 1.2.2 paragraph (2) shall apply mutatis mutandis. The Exchange Participant shall have the corresponding obligation to its customers.

2.2.8.11 Futures Position

The applicable provisions of subsection 2.1.8.1 et seq. shall govern the futures position opened.

2 Part

Settlement of Transactions

2.2 Subpart

Settlement of Options Contracts

2.2.7 Sub-Subpart*

Settlement of Options Contracts on Futures Contracts on the Interest Rate for Three-Month Euro Cash Deposits in Deutsche Marks (Options on a Three-Month Euromark Future)

2.2.7.1 General Provisions

The settlement of options contracts on Three-Month Euromark Futures up to the point of assignment of the exercised options shall be governed by the provisions for the settlement of options contracts as specified in the following rules; upon the opening of the futures position, the provisions for the settlement of futures contracts shall apply.

2.2.7.2 Option Premiums

The balance of the option premiums ("Net Premium") to be paid by the Clearing Members pursuant to subsection 2.2.7.4 of the Conditions for Trading at the Deutsche Terminbörse and to be reimbursed by Deutsche Börse AG shall be payable, over the duration of the existence of the options position, by 9:45 a.m. on the following Exchange day on the basis of the daily settlement determined in accordance with subsection 2.2.7.3 below, the first such payment being due on the Exchange day following the conclusion of the transaction.

2.2.7.3 Daily Settlement Prior to Exercise

(1) For each contract, profits and losses arising out of open positions on any Exchange day will be determined at the end of the Post-Trading Period and credited to or debited from the internal cash clearing account. For open positions from the previous Exchange day, the amount to be debited or credited shall equal the difference between the daily settlement prices of the contract in question on the relevant Exchange day and on the previous Exchange day. For transactions on the relevant Exchange day, the amount to be credited or debited shall equal the difference between the price at which the transaction was concluded and the daily settlement price of the contract for such Exchange day.

(2) The daily settlement price of an options series is the price of the last transaction entered into in such options series during the final hour of trading on an Exchange day. If no transactions are entered into in such options series during such period, or if the price so determined does not reflect the true market conditions, Deutsche Börse AG shall fix the settlement price.

---

* Subsections 2.2.7 and 2.2.8 have been inserted in the Conditions for Trading.

(3) Paragraph (1) shall apply to the legal relationship between General Clearing Members or Direct Clearing Members and their affiliated Non-Clearing Members mutatis mutandis.

2.2.7.4 Collateral Requirement Prior to Exercise

(1) The basic provisions for collateral and margin requirements are set forth in subsections 1.3.1 through 1.3.5. In addition thereto, the following conditions shall apply:

(2) For all options series, a further margin requirement ("Additional Margin") shall be calculated in an amount sufficient to cover any change to the cost of closing all options positions assuming the least favorable price developments, as determined by Deutsche Börse AG, until the next calculation of collateral.

2.2.7.5 Procedures for Exercise of Options

(1) On behalf of an Exchange Participant that exercises a call option, Deutsche Börse AG shall, subsequent to the Post-Trading Period on the exercise day of the respective option, open a corresponding long position in the underlying Three-Month Euromark Futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

(2) On behalf of an Exchange Participant to which the exercise of a call option is assigned, Deutsche Börse AG shall open a corresponding short position in the underlying Three-Month Euromark Futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

(3) On behalf of an Exchange Participant that exercises a put option, Deutsche Börse AG shall, subsequent to the Post-Trading Period on the exercise day of such option, open a corresponding short position in the underlying Three-Month Euromark Futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

(4) On behalf of an Exchange Participant to which the exercise of a put option is assigned, Deutsche Börse AG shall open a corresponding long position in the underlying Three-Month Euromark Futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

2.2.7.6 Futures Position

(1) Unless otherwise provided below, the respective rules in subsections 2.1.7.1 through 2.1.7.6 shall apply for the futures position opened in accordance with subsection 2.2.7.5.

(2) Notwithstanding subsection 2.1.7.2 paragraph (1) sentence 3, the following shall apply:

The difference between the strike price of the exercised and assigned option and the daily settlement price of the underlying futures contract on the exercise day shall be settled in cash. The amount of such cash settlement shall be credited to or debited from the internal cash clearing account of the Clearing Member.

2.2.8 Sub-Subpart

Settlement of Options Contracts on Futures Contracts on a Notional Short-Term Debt Security of the Federal Republic of Germany or the Treuhandanstalt (Options on a Short-Term Schatz-Future)

2.2.8.1 General Provisions

The settlement of options contracts on Schatz Futures up to the point of assignment of the exercised options shall be governed by the provisions for the settlement of options contracts as specified in the following rules; upon the opening of the futures position, the provisions for the settlement of futures contracts shall apply.

2.2.8.2 Option Premiums

The balance of the option premiums ("Net Premium") to be paid by the Clearing Members pursuant to subsection 2.2.8.4 of the Conditions for Trading at the Deutsche Terminbörse and to be reimbursed by Deutsche Börse AG shall be payable, over the duration of the existence of the options position, by 9:45 a.m. on the following Exchange day on the basis of the daily settlement determined in accordance with subsection 2.2.8.3 below, the first such payment being due on the Exchange day following the conclusion of the transaction.

2.2.8.3 Daily Settlement Prior to Exercise

(1) For each contract, profits and losses arising out of open positions on any Exchange day will be determined at the end of the Post-Trading Period and credited to or debited from the internal cash clearing account. For open positions from the previous Exchange day, the amount to be debited or credited shall equal the difference between the daily settlement prices of the contract in question on the relevant Exchange day and on the previous Exchange day. For transactions on the relevant Exchange day, the amount to be credited or debited shall equal the difference between the price at which the transaction was concluded and the daily settlement price of the contract for such Exchange day.

(2) The daily settlement price of an options series is the price of the last transaction entered into in such options series during the final hour of trading on an Exchange day. If no transactions are entered into in such options series during such period, or if the price so determined does not reflect the true market conditions, Deutsche Börse AG shall fix the settlement price.

(3) Paragraph (1) shall apply to the legal relationship between General Clearing Members or Direct Clearing Members and their affiliated Non-Clearing Members mutatis mutandis.

2.2.8.4 Collateral Requirement Prior to Exercise

(1) The basic provisions for collateral and margin requirements are set forth in subsections 1.3.1 through 1.3.5. In addition thereto, the following conditions shall apply:

(2) For all options series, a further margin requirement ("Additional Margin") shall be calculated in an amount sufficient to cover any change to the cost of closing all options positions assuming the least

favorable price developments, as determined by Deutsche Börse AG, until the next calculation of collateral.

2.2.8.5 Procedures for Exercise of Options

(1) On behalf of an Exchange Participant that exercises a call option, Deutsche Börse AG shall, subsequent to the Post-Trading Period on the exercise day of the respective option, open a corresponding long position in the underlying Schatz Futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

(2) On behalf of an Exchange Participant to which the exercise of a call option is assigned, Deutsche Börse AG shall open a corresponding short position in the underlying Schatz futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

(3) On behalf of an Exchange Participant that exercises a put option, Deutsche Börse AG shall, subsequent to the Post-Trading Period on the exercise day of such option, open a corres-ponding short position in the underlying Schatz futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

(4) On behalf of an Exchange Participant to which the exercise of a put option is assigned, Deutsche Börse AG shall open a corresponding long position in the underlying Schatz futures contract with the stipulated strike price. If the Exchange Participant is not a Clearing Member, subsection 1.2.1 paragraph (2) shall apply mutatis mutandis.

2.2.8.6 Futures Position

(1) Unless otherwise provided below, the respective rules in subsections 2.1.8.1 through 2.1.8.5 shall apply for the futures position opened in accordance with subsection 2.2.8.5.

(2) Notwithstanding subsection 2.1.8.2 paragraph (1) sentence 3, the following shall apply:

The difference between the strike price of the exercised and assigned option and the daily settlement price of the underlying futures contract on the exercise day shall be settled in cash. The amount of such cash settlement shall be credited to or debited from the internal cash clearing account of the Clearing Member.

Price List

2 Transaction Fees

For transactions pursuant to subsection 1.5.2 of the Clearing Conditions, Deutsche Börse AG shall charge

2.2 The following fees with respect to options contracts:

2.2.7 Options on Three-Month Euromark Futures

with respect to options on Three-Month Euromark futures, fees for:

a. order matching		
- trade	per contract	DM 0.50
- trade (Market Maker)	per contract	DM 0.10
b. trade administration		
- trade separation	per transaction	DM 0.00
- trade adjustment	per transaction	DM 0.00
- trade transfer	per transaction	DM 0.00
c. position administration		
- position closing adjustment if these do not take place between 1:30 p.m. on the day of trade and before 1:30 p. m. of the following trading day	per transaction	DM 1.00
- position transfer	per transaction	DM 0.00
- position transfer from Market Maker account	per contract	DM 0.40
d. settlement of trades and positions		
- exercise/assignment [*)]	per contract	DM 0.50
- exercise adjustment	per transaction	DM 4.00
- exercise/assignment (Market Maker)	per contract	DM 0.10

[*)] After exercise/assignment, the fees for Three-Month Euromark futures are applicable.

2.2.8 Options on Short-Term Schatz-Futures

with respect to options on Schatz futures, fees for:

a. order matching		
- trade	per contract	DM 0.50
- trade (Market Maker)	per contract	DM 0.10
b. trade administration		
- trade separation	per transaction	DM 0.00
- trade adjustment	per transaction	DM 0.00
- trade transfer	per transaction	DM 0.00

Exhibit 3 Price List

c. position administration		
- position closing adjustment if these do not take place between 1:30 p.m. on the day of trade and before 1:30 p.m. of the following trading day	per transaction	DM 1.00
- position transfer	per transaction	DM 0.00
- position transfer from Market Maker account	per contract	DM 0.40
d. settlement of trades and positions		
- exercise/assignment [1]	per contract	DM 0.50
- exercise adjustment	per transaction	DM 4.00
- exercise/assignment (Market Maker)	per contract	DM 0.10

[1] After exercise/assignment, the fees for Schatz futures are applicable.

(Subsections 2.2.7 and 2.2.8 have been inserted in the Price List.)