X-pand into the Future

e u r e x *circular 133/03*

Date: Frankfurt, December 19, 2003
Recipients: All Eurex members and vendors
Authorized by: Peter Reitz

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

Further Measures to Increase Volume in the French Stock Option Segment

Related Eurex Circulars: 017/03, 025/03

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Content may be most important for:	**Attachments:**
➲ All departments	1. Contract Specifications – French Stock Options 2. Market Maker Quote Obligations 3. Application for the Granting of Market Maker Licenses 4. Permanent Quotation Registration Agreement for French Stock Options

Summary:

Building on the measures which were introduced in March 2003, the Management Boards of the Eurex Exchanges took the following decisions to further increase liquidity in the French stock option segment:

1. Fees for OTC Block Trades
From Monday, January 19, 2004, the fees for OTC Block Trades executed at Eurex in French equity options will be capped at EUR 200 per trade.

2. Additional Incentive Scheme
With effect from January 1, 2004 Eurex will offer all members active in French stock options the chance to participate in a rebate scheme.

3. Successive De-listing of Stock Options with Month-End Expiries
As of December 30, 2003 no further expiration months will be introduced for the French domestic-type expiration (month-end expiration), meaning all French stock options with the digit ”5’“at the end of the product code.

4. Product Improvements/Changes Effective January 19, 2004
- Change in the exercise price gradations available for French stock options
- Extension of the maximum maturity for French stock options in the Eurex standard expiration segment (third Friday expiration) to five years

5. Improvement/Changes in Market-Making Effective January 19, 2004
- Reduction in the minimum quote size from 50 to 20 contracts for the products Air Liquide, Danone and Total
- Reduction in the daily quotation requirement for permanent quotation to six hours and 40 minutes. In addition, the flexibility of the model will be enhanced by including a seventh expiration to the number of eligible series. This will allow members to quote six out of seven expirations in order to fulfill the permanent quotation obligations

Further Measures to Increase Volume in the French Stock Option Segment

Building on the measures which were introduced in March 2003, the Management Boards of the Eurex Exchanges took the following decisions to further increase liquidity in the French stock option segment:

1. Fees for OTC Block Trades

From Monday, January 19, 2004, the fees for OTC Block Trades executed at Eurex in French equity options will be capped at EUR 200 per trade. The minimum block trade size of 250 contracts remains unchanged.

2. Addional Incentive Scheme

With effect from January 1, 2004, Eurex will offer all members active in French stock options the chance to participate in a rebate scheme. Members will qualify for a 50 percent rebate on their transaction fees in the second half of 2004, if in the first six months of the year an average of 25,000 contracts per month is traded and if at the end of the period, June 30, 2004, a member has at least 80,000 contracts outstanding in the French stock option segment.

3. Successive De-listing of Stock Options with Month-End Expiries

As of December 30, 2003 no further expiration months after JUN05 will be introduced for the French domestic-type expiration, meaning all French stock options with the digit “5” at the end of the product code.

4. Product Improvements/Changes Effective January 19, 2004

a. Exercise prices

In order to increase the number of strike prices available for trading at Eurex a new strike price pattern will be introduced for French stock options:

Exercise price in EUR	Exercise price gradations in EUR
< 1	0.05
1 - 3	0.10
3 - 6	0.25
6 - 20	0.50
20 - 40	1.00
40 - 100	2.50
100 - 200	5.00
> 200	10.00

b. Maturity extension

The maximum maturity for French stock options in the Eurex standard expiration segment will be extended to five years by introducing another four maturities. Thus, from January 19, 2004, in addition to the expirations for FEB04, MAR04, APR04, JUN04, SEP04, DEC04, JUN05, DEC05, expirations for JUN06, DEC06, DEC07, and DEC08 will also be made available for trading at Eurex (see Attachment 1).

5. Market-Making Improvements/Changes Effective January 19, 2004

a) Minimum quote size

Due to the high nominal value of some French stock options the minimum quote size will be reduced from 50 to 20 contracts for the products Air Liquide, Danone and Total.

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Management Board:
Rudolf Ferscha (CEO), Jürg Spillmann,
Daniel Gisler, Thomas Lenz,
Peter Reitz, Michael Widmer

b) Daily quotation time

In order to further increase the attractiveness of market making in French Stock Options the Management Boards of the Eurex Exchanges have decided to reduce the daily quotation time requirement to **six hours and 40 minutes, or a daily coverage of 78 percent. Additionally,** the seventh expiration will be eligible for the fulfilment of permanent quotation obligations; meaning that market makers can choose six out of seven expirations in which they quote four out of seven exercise prices from the strike price window. As a result, in the days before expiration Eurex members will have the flexibility to "rollover" their quoting activities into a seventh expiration.

Currently, 24 strikes (four strikes from each of six expirations) must be quoted from a total of 42 strikes (six expirations each with a strike price window of seven). The addition of a further expiration will allow members to quote the required 24 strikes from a new total of 49 strikes. Therefore, in the days before expiration and throughout the monthly quotation period Eurex members will have additional flexibility with respect to the fulfillment of the permanent quotation obligations.

Please note that as a result of adding the seventh expiration, the 'Coverage Requirement' field in the Performance Quotation Measurement report RPTTD955 will show a lower value (6/7 of the value above).

Those members wishing to take on the permanent quotation obligations for French stock options described in Attachment 2 should register their intention by completing Attachment 4. Where the product or products selected are not already subject to a Market Maker agreement with Eurex, the member should also make a corresponding application using Attachment 3.

Frankfurt, December 19, 2003

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1 Part: Contract Specifications for Futures Contracts

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2 Part: Contract Specifications for Options Contracts

…

2.23 Subpart: Specifications for Options Contracts on Stocks of French Stock Corporations (French Stock Options)

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2.23.5 Term, Close of Trading, Expiration Day

(1) Options are available at the Eurex Exchanges with terms up to and including the next, the second and third succeeding expiration days as well as up to and including the next three succeeding quarterly expiration days (March, June, September and December) thereafter and up to the next ~~two~~ four succeeding half-year expiration days (June, December) and the next two succeeding year expiration days (December)~~up to a term of not more than 24 months~~.

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2.23.6 Exercise Prices

(1) Option series may have the following exercise prices:

~~Exercise price in EUR~~	~~Exercise price intervals in EUR~~
~~0 – 5~~	~~0,20~~
~~5,5 – 10~~	~~0,50~~
~~11 – 20~~	~~1,00~~
~~22 – 50~~	~~2,00~~
~~52,50 – 100*~~	~~2,50~~
~~55 – 200~~	~~5,00~~
~~>200~~	~~20,00~~

Exercise price in EUR	Exercises price intervals in EUR
< 1	0.05
1 - 3	0.10
3 – 6	0.25
6 – 20	0.50
20 - 40	1.00
40 – 100	2.50
100 – 200	5.00
> 200	10.00

~~* only for the next and second expiration date in the at the money area~~

(2) Upon the admission of a contract, at least ~~three~~ seven exercise prices for trading shall be made available for each term for each call and put for every settlement date, such that ~~one~~ three exercise price~~s~~ ~~is~~ are "in the money", one is "at the money" and ~~one~~ three ~~is~~ are "out of the money".

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Market Maker Quote Obligations

And Quote Spread Classification of Stock and EXTF Options

1. Obligations for Quotation on Request on Stock and EXTF Options

Minimum Size: 20 contracts on the bid and ask side in all option series, except for the following which have a minimum size of 50 contracts:

Options on German Stocks

- Allianz, BASF, Bayer, BMW, DaimlerChrysler, Deutsche Bank, Deutsche Telekom, E.ON, Hypo-Vereinsbank, Metro, Münchener Rückversicherung, RWE, SAP, Siemens, ThyssenKrupp, VW.

Options on Finnish Stocks

- Nokia

Options on Swiss Stocks

- Credit Suisse Group N, Nestlé N, Novartis N, Swisscom, Schweizerische Rückversicherung N, UBS N, Roche Holding

Options on French Stocks

- Minimum size for all options is 50, except Air Liquide, Danone and Total for which it is 20.

Maximum Spread:

Stock and EXTF Options quoted in EUR

Class I		**Class II**		**Class III**	
Bid up to	*Spread*	*Bid up to*	*Spread*	*Bid up to*	*Spread*
0 - 1.00	0.20	0 - 2.00	0.40	0 - 5.00	1.00
1.01 - 15.00	20%	2.01 - 30.00	20%	5.01 - 50.00	20%
> 15.00	3.00	> 30.00	6.00	> 50.00	10.00

Stock and EXTF Options quoted in CHF

Class I		**Class II**		**Class III**	
Bid up to	*Spread*	*Bid up to*	*Spread*	*Bid up to*	*Spread*
0 - 2.00	0.40	0 - 5.00	1.00	0 - 15.00	3.00
2.01 - 15.00	20%	5.01 - 30.00	20%	15.01 - 75.00	20%
> 15.00	3.00	> 30.00	6.00	> 75.00	15.00

Response to quote requests: At least 50 percent of all Quote Requests have to be answered (up to a max. of 150 quote requests per day):

- within one minute
- with a minimum holding time of ten seconds.

Market Maker Fees: See Price List.

Fast Market: In the Fast Market state, the maximum spreads will increase by 50 percent, and the minimum quote size will be reduced by 50 percent

Market Maker Quote Obligations

And Quote Spread Classification of Stock and EXTF Options

2. Quote Obligations for Dutch Stock Options

Minimum Size and Maximum Spreads* for Quotation on Request and Permanent Quotation

		DJ EURO STOXX 50 Components	Non-DJ EURO STOXX 50 Components
Term: Minimum Quote Size	**Bid Price**	**Maximum Spread**	**Maximum Spread**
< 12 months: **On Request: 20 Contracts** **Permanent: 50 contracts**	0.00 – 0.50	0.15	0.15
	0.51 – 2.50	0.15	0.20
	2.51 – 5.00	0.20	0.30
	5.01 – 10.00	0.30	0.40
	10.01 – 20.00	0.40	0.50
	>20.00	0.60	0.65
12 - 24 months **On Request 20 Contracts** **Permanent: 30 contracts**	0.00 – 0.50	0.15	0.20
	0.51 – 2.50	0.15	0.30
	2.51 – 5.00	0.20	0.40
	5.01 – 10.00	0.30	0.50
	10.01 – 20.00	0.40	0.60
	>20.00	0.60	0.70
> 24 months: **On Request: 20 contracts** **> 24 to 36 months** **Permanent: 20 Contracts**	0.00 – 0.50	0.15	0.30
	0.51 – 2.50	0.20	0.40
	2.51 – 5.00	0.30	0.50
	5.01 – 10.00	0.40	0.60
	10.01 – 20.00	0.50	0.70
	>20.00	0.60	0.80

*** The Maximum Spreads apply to both Quotation on Request and Permanent Quotation**

Quotation on Request

Response to quote requests: At least 50 percent of all Quote Requests have to be answered (up to a max. of 150 quote requests per day):

- within one minute
- with a minimum holding time of ten seconds.

Market Maker Fees: See Price List.

Fast Market: In the Fast Market state the maximum spreads will increase by 50 percent and the minimum quote size will be reduced by 50 percent.

Permanent Quotation

Committed Quotation time: Average of 90 percent of the period from 08:50 to 17:30 CET (calculated on a daily average) on each Exchange trading day per calendar month for all expirations up to 36 months. PMMs will be obliged to quote Calls and Puts in expirations up to three years for all at-the-money series. Additionally, quotes are required on two in-the-money or out-of-the-money series on either side (asymmetrical quoting is allowed) such that a total of six quotes are outstanding.

Exemption from Obligation Three Exchange trading days per month

Market Maker Fees: See Price List

Fast Market: In the Fast Market state, the maximum spreads will increase by 50 percent and the minimum quote size will be reduced by 50 percent.

3. Permanent Quotation Obligations for Swiss, Italian, US and French Stock Options and the SMI Option

Committed Quotation Time:

Six hours and 40 minutes of the trading day for Swiss stock options,
Six hours and 40 minutes of the trading day for Italian stock options,
Six hours and 40 minutes of the trading day for US stock options,
Six hours and 40 minutes of the trading day for French stock options,
Six hours and 40 minutes of the trading day for SMI® options,

on exchange trading days for six of the first seven expirations.

Calls and puts for four strikes from a strike price window of seven strikes around the current underlying price must be quoted. Asymmetrical quoting is allowed, meaning that the strike prices chosen for calls and puts need not be identical.

Exemption from Obligation:

Three trading days per month; the shortfall must be compensated for from additional coverage on the remaining trading days of the month so that an average coverage equal to or greater than the committed quotation time is achieved over the month.

Minimum Quote Sizes and Maximum Spreads for Stock Options:

In line with market making obligations for quotation on request.

Minimum Quote Sizes and Maximum Spreads for SMI Options:

Maturity	Bid up to (index points)	Maximum spread (index points)
≤ 24 months	0 - 26,6	4,0
	26,7 - 266,6	15%
	266,7 - 9.999,8	40,0
25 – 60 months	0 - 26,6	8,0
	26,7 - 266,6	30%
	266,7 - 9.999,8	80,0

Market Maker Fees:

See Price List

Fast Market State:

In the Fast Market state, the maximum spreads will increase by 50 percent for equity options and 100 percent for index options; the minimum quote size will be reduced by 50 percent.

4. Quote Spread Classification – Stock and EXTF Options Quoted in Euro

German Stock Options

Class I		Class II		Class III	
Adidas	ADS	Allianz	ALV	Porsche	POR3
Altana	ALT	Deutsche Bank	DBK	SAP	SAP
BASF	BAS	Muenchner Rueckversicherung	MUV2		
Bayer	BAY				
BMW	BMW				
Commerzbank	CBK				
Continental	CON				
Consors	CSO				
DaimlerCrysler	DCX				
Degussa	DGX				
Deutsche Boerse	DB1				
Deutsche Post	DPW				
Deutsche Telekom	DTE				
E.ON	EOA				
Epcos	EPC				
Fresenius Medical Care	FME				
Henkel	HEN3				
HypoVereinsbank	HVM				
Infineon	IFX				
Karstadt Quelle	KAR				
Lufthansa	LHA				
Linde	LIN				
MAN	MAN				
Metro	MEO				
MLP	MLP				
RWE	RWE				
Schering	SCH				
Siemens	SIE				
ThyssenKrupp	TKA				
TUI	TUI				
VW	VOW				

Market Maker Quote Obligations

And Quote Spread Classification of Stock and EXTF Options

Neuer Markt Stock Options

Class I		Class II		Class III	
Aixtron	AIX				
EM.TV	ETV				
Intershop	ISH1				
Mobilcom	MOB				
Qiagen	QIA				
T-Online	TOI				

French Stock Options

Class I		Class II		Class III	
ACCOR	ACR / ACR5	Air Liquide	AIR / AIR5		
AGF	AGF / AGF5	Casino Guichard	CAJ / CAJ5		
Alcatel	CGE / CGE5	Groupe Danone	BSN / BSN5		
Aventis	AVE / AVE5	L'Oréal	LOR / LOR5		
AXA	AXA / AXA5	Pinault-Printemps	PPX / PPX5		
BNP Paribas	BNP / BAP5	Société Générale- A	SGE / SGE5		
Bouygues	BYG / BYG5	Total	TOTB / TOT5		
CAP Gemini	CGM /CGM5				
Carrefour	CAR / CAR5				
Crédit Agricole	XCA / XCA5				
Dexia	DXB / DXB5				
EADS	EAD / EAD5				
France Télécom	FTE / FTE5				
Lafarge	CIL / CIL5				
LVMH	MOH / MOH5				
Orange	OAG				
Peugeot	PEU / PEU5				
Renault	RNL / RNL5				
Saint-Gobain	GOB / GOB5				
Sanofi-Synthelabo	SNW / SNW5				
Schneider Electric	SND / SND5				
Sodexho Alliance	SJ7 / SJ75				
STMicroelectronics	SGM / SGM5				
Suez	LYO / LYO5				
TF1	FSE / FSE5				
Thales	CSF / CSF5				
Thomson	TNM / TNM5				
Veolia Environnement	VVD / VVD5				
Vinci	SQU / SQU5				
Vivendi Universal	VVU / VVU5				

Market Maker Quote Obligations

And Quote Spread Classification of Stock and EXTF Options

Finnish Stock Options

Class I		Class II		Class III	
Elisa Communications	EIA				
Stora Enso	ENUR				
Nokia	NOA3				
Telia/Sonera	TLSN				
TietoEnator	TTEB				
UPM-Kymmene	RPL				

EXTF Options Quoted in Euro

Class I		Class II		Class III	
DAX EX	EXS1				
DJ EURO STOXX 50 EX	EXW1				
Fresco DJ EURO STOXX 50	FRC1				
iShares DJ EURO STOXX 50 LDRS	EUN2				

Italian Stock Options

Class I		Class II		Class III	
Assicurazioni Generali	ASG				
ENI	ENT				
Telecom Italia	TQI				

U.S. Stock Options

Class I		Class II		Class III	
Cisco	CIS	IBM	IBM		
Citigroup	TRV				
EMC	EMP				
General Electric	GEC				
Intel	INL				
Microsoft	MSF				
Oracle	ORC				
SUN	SSY				
Time Warner	AOL				

Market Maker Quote Obligations

And Quote Spread Classification of Stock and EXTF Options

Dutch Stock Options

Stock Option	Eurex Code	DJ Euro STOXX 50 Component
ABN Amro	AAR	Y
Aegon	AEN	Y
Akzo Nobel	AKU	N
Ahold	AHO	Y
ASML Holding	ASM	N
ING	INN	Y
DSM	DSM	N
Elsevier	ELV	N
Fortis	FO4	Y
Getronics	GTO	N
Hagemeyer	HMY	N
Heineken	HNK	N
IHC Caland	IHC	N
Buhrmann	KNP	N
KPN	KPN	N
Numico	NUT	N
Philips	PHI1	Y
Royal Dutch	ROY	Y
TPG	TPG	N
Unilever	UNI	Y
Van der Moolen Holding	VMH	N
VNU	VNU	N
Wolters Kluwer	WOS	N

5. Quote Spread Classification – Options Quoted in CHF

Swiss Stock Options

Class I		Class II		Class III	
ABB	ABB2	Givaudan	GIVN	Serono	SEO
Adecco	ADEN	Julius Bär Holding	BAER	SGS Surveillance	SGSN
Baloise	BALN	Nestlé	NESN		
Ciba Spezialitätenchemie	CIBN	Schweizerische Rückversicherung	RUKN		
Cie Financière Richemont	CFR	Sulzer	SUN		
Clariant	CLN	Swiss Life Holding	SLHN		
Credit Suisse Group	CSGN	Swisscom	SCMN		
Holcim N	HOLN	Unaxis Holding	UNAX		
Kudelski	KUD	Zurich Fin. Services	ZURN		
Lonza	LONN				
Novartis	NOVN				
Roche Holding	ROG				
Syngenta	SYNN				
The Swatch Group	UHRN				
UBS	UBSN				

EXTF Options Quoted in CHF

Class I		Class II		Class III	
XMTCH on SMI	XMT				

Attachment 3 to Eurex Circular 133/03

Application for the Granting of Market Maker Licenses at Eurex

Eurex

Product Design

60485 Frankfurt

(Fax: +49-69 -211-1 44 61)

Applicant

Name of applying exchange participant

Address

Name of contact

Phone No. Fax No.

Application for the Granting of Market Maker Licenses pursuant to Subsection 3.3 of the Eurex Exchange Regulations

I. We herewith apply for admission as Market Maker pursuant to Subsection 3.3 of the Eurex Exchange Regulations.

Provided that the applying company is admitted as an exchange participant at Eurex Zürich, this application also applies to Eurex Zürich.

The granting of a Market Maker License is applied for regarding the trading in:

Equity Option contracts with the following underlying(s):

☐ AAR (ABN Amro)	☐ ALV (Allianz)	☐ BSN (Danone)	☐ CIL (Lafarge)
☐ ABBN (ABB)	☐ AOL (Time Warner)	☐ BSN5 (Danone)	☐ CIL5 (Lafarge)
☐ ACR (Accor)	☐ ASG (Assicurazioni Generali)	☐ BYG (Bouygues)	☐ CIS (Cisco Systems)
☐ ACR5 (Accor)	☐ ASM (ASML Holding)	☐ BYG5 (Bouygues)	☐ CLN (Clariant)
☐ ADEN (Adecco)	☐ AVE (Aventis)	☐ CAJ (Casino Guichard)	☐ CON (Continental AG)
☐ ADS (Adidas)	☐ AVE5 (Aventis)	☐ CAJ5 (Casino Guichard)	☐ CSF (Thales)
☐ AEN (Aegon)	☐ AXA (AXA)	☐ CAR (Carrefour)	☐ CSF5 (Thales)
☐ AGF (AGF)	☐ AXA5 (AXA)	☐ CAR5 (Carrefour)	☐ CSGN (Credit Suisse Gr.)
☐ AGF5 (AGF)	☐ BAER (Julius Bär)	☐ CBK (Commerzbank)	☐ CSO (Consors)
☐ AHO (Ahold)	☐ BALN (Baloise Holding)	☐ CFR (Richemont)	☐ DBK (Deutsche Bank)
☐ AIR (Air Liquide)	☐ BAS (BASF)	☐ CGE (Alcatel)	☐ DB1 (Deutsche Börse AG)
☐ AIR5 (Air Liquide)	☐ BAY (Bayer)	☐ CGE5 (Alcatel)	☐ DCX (Daimler Chrysler)
☐ AIX (Aixtron)	☐ BMW (BMW)	☐ CGM (Cap Gemini)	☐ DGX (Degussa AG)
☐ AKU (Akzo Nobel)	☐ BNP (BNP Paribas)	☐ CGM5 (Cap Gemini)	☐ DPW (Deutsche Post)
☐ ALT (Altana)	☐ BNP5 (BNP Paribas)	☐ CIBN (Ciba Spezialitäten)	☐ DSM (DSM)

☐ DTE (Deutsche Telekom)	☐ IFX (Infineon Technologies)	☐ PEU (Peugeot)	☐ SNW (Sanofi-Synthelabo)
☐ DXB (Dexia)	☐ IHC (IHC Caland)	☐ PEU5 (Peugeot)	☐ SNW5 (Sanofi-Synthelabo)
☐ DXB5 (Dexia)	☐ INL (Intel)	☐ PHI1 (Phiips St.)	☐ SQU (Vinci)
☐ EAD (EADS)	☐ INN (ING)	☐ POR3 (Porsche AG)	☐ SQU5 (Vinci)
☐ EAD5 (EADS)	☐ ISH1 (Intershop Comm.)	☐ PPX (Pinault Printemps)	☐ SSY (Sun Microsystems)
☐ EIA (Elisa Communications)	☐ KAR (Karstadt)	☐ PPX5 (Pinault Printemps)	☐ SUN (Sulzer AG)
☐ ELV (Elsevier)	☐ KNP (Buhrmann)	☐ QIA (Qiagen)	☐ SYNN (Syngenta)
☐ EMP (EMC)	☐ KPN (KPN)	☐ RNL (Renault)	☐ TKA (Thyssen Krupp)
☐ ENT (ENI)	☐ KUD (Kudelski)	☐ RNL5 (Renault)	☐ TLSN (Telia)
☐ ENUR (StoraEnso R)	☐ LHA (Lufthansa)	☐ ROG (Roche Holding)	☐ TNM (Thomson)
☐ EOA (E.ON)	☐ LIN (Linde)	☐ ROY (Royal Dutch)	☐ TNM5 (Thomson)
☐ EPC (Epcos)	☐ LONN (Lonza)	☐ RPL (UPM-Kymmene Corp)	☐ TOI (T-Online)
☐ ETV (EM. TV & Merchand.)	☐ LOR (L'Oréal)	☐ RUKN (Schweiz. Rückv.)	☐ TOTB (Total)
☐ FME (Fresenius Med.Care)	☐ LOR5 (L'Oréal)	☐ RWE (RWE)	☐ TOT5 (Total)
☐ FO4 (Fortis AG)	☐ LYO (Suez)	☐ SAP (SAP)	☐ TPG (TPG)
☐ FSE (TF1)	☐ LYO5 (Suez)	☐ SCH (Schering)	☐ TRV (Citigroup)
☐ FSE5 (TF1)	☐ MAN (MAN)	☐ SCMN (Swisscom)	☐ TTEB (TietoEnator Corp.)
☐ FTE (France Télécom)	☐ MEO (Metro)	☐ SEO (Serono)	☐ TUI (TUI)
☐ FTE5 (France Télécom)	☐ MLP (MLP)	☐ SET (Tele. Italia)	☐ UBSN (UBS)
☐ GEC (General Electric)	☐ MOB (Mobilcom)	☐ SGE (Société Générale-A)	☐ UHRN (The Swatch Group)
☐ GIVN (Givaudan)	☐ MOH (LVMH)	☐ SGE5 (Société Generale-A)	☐ UNAX (Unaxis)
☐ GOB (Saint Gobain)	☐ MOH5 (LVMH)	☐ SGM (STMicroelectronics)	☐ UNI (Unilever)
☐ GOB5 (Saint Gobain)	☐ MSF (Microsoft)	☐ SGM5 (STMicroelectronics)	☐ VMH (Van d. Moolen Holding)
☐ GTO (Getronics)	☐ MUV2 (Münchner Rück.)	☐ SGSN (SGS Surveillance)	☐ VNU (VNU)
☐ HEN3 (Henkel VZ)	☐ NESN (Nestlé)	☐ SIE (Siemens)	☐ VOW (Volkswagen)
☐ HMY (Hagemeyer)	☐ NOA3 (Nokia Corporation A)	☐ SJ7 (Sodexho Alliance)	☐ VVD (Veolia Environnement)
☐ HNK (Heineken)	☐ NOVN (Novartis)	☐ SJ75 (Sodexho Alliance)	☐ VVD5 (Veolia Environnement)
☐ HOLN (Holcim Ltd)	☐ NUT (Numico)	☐ SLHN (Swiss Life Holding)	☐ VVU (Vivendi Universal)
☐ HVM (Hypovereinsbank)	☐ OAG (Orange)	☐ SND (Schneider Electric)	☐ VVU5 (Vivendi Universal)
☐ IBM (IBM)	☐ ORC (Oracle)	☐ SND5 (Schneider Electric)	☐ WOS (Wolters Kluwer)

Application for the Granting of Market Maker Licenses at Eurex

☐ XCA (Crédit Agricole) ☐ ZURN (Zurich Financial)

☐ XCA5 (Crédit Agricole)

Option contracts on exchange traded shares of Index funds (EXTF-Options):

☐ EXS1 (DAX EX) ☐ EXW1 (DJ EURO STOXX 50 EX) ☐ EUN2 (iShares DJ EURO STOXX 50)

☐ FRC1 (Fresco DJ Euro Stoxx 50) ☐ XMT (XMTCH on SMI)

Option contracts on Interest Rate Futures:

☐ OGBS
Option contracts on Euro-Schatz Futures

☐ OGBL
Option contracts on Euro-BUND Futures

☐ OEU3
Option contracts on the Three-Month Euribor Future

☐ OGBM
Option contracts on Euro-BOBL Futures

Option contracts on stock indices:

☐ ODAX
Option contracts on the German Stock Index (DAX®)

☐ OESM
Option contracts on the Dow Jones EURO STOXX^{SM} Media Index

☐ OESA
Option contracts on the Dow Jones EURO STOXX^{SM} Automobiles Index

☐ OESN
Option contracts on the Dow Jones EURO STOXX^{SM} Construction Index

☐ OESB
Option contracts on the Dow Jones EURO STOXX^{SM} Banks Index

☐ OESO
Option contracts on the Dow Jones EURO STOXX^{SM} Food and Beverage Index

☐ OESC
Option contracts on the Dow Jones EURO STOXX^{SM} Chemicals Index

☐ OESR
Option contracts on the Dow Jones EURO STOXX^{SM} Retail Index

☐ OESE
Option contracts on the Dow Jones EURO STOXX^{SM} Energy Index

☐ OESS
Option contracts on the Dow Jones EURO STOXX^{SM} Basic Resources Index

☐ OESF
Option contracts on the Dow Jones EURO STOXX^{SM} Financial Services Index

☐ OEST
Option contracts on the Dow Jones Euro STOXX^{SM} Telecommunications Index

☐ OESG
Option contracts on the Dow Jones EURO STOXX^{SM} Industrial Goods and Services Index

☐ OESU
Option contracts on the Dow Jones EURO STOXX^{SM} Utilities Index

☐ OESH
Option contracts on the Dow Jones EURO STOXX^{SM} Healthcare Index

☐ OESV
Option contracts on the Dow Jones EURO STOXX^{SM} Cyclical Goods and Services Index

☐ OESI
Option contracts on the Dow Jones EURO STOXX^{SM} Insurance Index

☐ OESX
Option contracts on the Dow Jones EURO STOXX^{SM} 50

☐ OESY Option contracts on the Dow Jones EURO STOXX^{SM} Technology Index	☐ OSTH Option contracts on the Dow Jones STOXX^{SM} 600 Healthcare Index
☐ OESZ Option contracts on the Dow Jones EURO STOXX^{SM} Non-Cyclical Goods and Services Index	☐ OSTI Option contracts on the Dow Jones STOXX^{SM} 600 Insurance Index
☐ OFOX Option contracts on the Finnish Stock Index (HEX25)	☐ OSTT Option contracts on the Dow Jones STOXX^{SM} 600 Telecommunications Index
☐ OGTI Option contracts on the Dow Jones Global Titans 50^{SM}	☐ OSTU Option contracts on the Dow Jones STOXX^{SM} 600 Utilities Index
☐ ON50 Option contracts on the Nemax® 50	☐ OSTX Option contracts on the Dow Jones STOXX 50^{SM}
☐ OSMI Option contracts on the Swiss Market Index (SMI®)	☐ OSTY Option contracts on the Dow Jones STOXX^{SM} 600 Technology Index
☐ OSTB Option contracts on the Dow Jones STOXX^{SM} 600 Banks Index	☐ OTDX Option contracts on the TECDAX®

DNTP Index Products:

☐ DDAX Components ODAX FDAX on the German Stock Index (DAX®)	☐ DEXX Components OESX FESX on the Dow Jones Euro STOXX 50^{SM}
☐ DSOX Components OSTX FSTX on the Dow Jones STOXX 50^{SM}	☐ DLTS Components OSMI FSMI on the Swiss Market Index (SMI®)

DNTP Fixed Income Products:

☐ DSHZ Components OGBS FGBS (Euro-Schatz)	☐ DBOB Components OGBM FGBM (Euro-BOBL)
☐ DBUN Components OGBL FGBL (Euro-BUND)	

II. We herewith declare that the persons who have already been admitted for trading at Eurex, who are responsible for the Market Maker functions, have the necessary professional and personal qualification to fulfil the Market Maker functions pursuant to Subsection 3.3 of the Eurex Exchange Rules.

III. We confirm that we know the Eurex Rules and Regulations and declare that we will comply with these provisions in their relevant current version.

Place and Date

Company Stamp and authorized Signature

Permanent Quotation Registration Agreement For French Stock Options

1. Preface

Eurex addresses the following proposal to all market participants interested in the status of Permanent Market Maker (hereafter denoted as PMM) in the French stock options listed at Eurex.

Permanent quotation will be permitted in all French stock option classes listed by Eurex.

PMMs are at liberty to choose the stock options in which they wish to make a permanent market. However, the stock options chosen must also be subject to a regular market making license agreement between Eurex and the member. This agreement therefore supplements the regular Market Maker agreement undertaken between Eurex and market making member firms in relation to French stock options.

Resignation from the responsibilities is subject to the general rules for Eurex Market Making. Members are requested to indicate the options in which they wish to make a permanent market in accordance with this agreement and to sign and return the document to **Simon Leslie by Fax at +49-69-211-1 44 61.**

2. Permanent Market Maker Quotation Obligations and Trading Parameters

The quotation obligations and trading parameters of a PMM in French stock options are detailed in the document Quote Obligations and Quote Spread Classification (Attachment 2 to Circular 133/03).

3. Equity Options

The PMM will provide liquidity as Market Maker on a near-continuous basis in the following French stock options (please tick the appropriate boxes):

Company Name	Eurex Code (Eurex Expiry)	PMM	Eurex Code (DomesticExpiry)	PMM
ACCOR	ACR		ACR5	
AGF	AGF		AGF5	
AIR LIQUIDE	AIR		AIR5	
ALCATEL A	CGE		CGE5	
AVENTIS	AVE		AVE5	
AXA	AXA		AXA5	
BNP PARIBAS	BNP		BNP5	
BOUYGUES	BYG		BYG5	
CAP GEMINI	CGM		CGM5	
CARREFOUR	CAR		CAR5	
CASINO GUICHARD	CAJ		CAJ5	
CREDIT AGRICOLE	XCA		XCA5	
DANONE	BSN		BSN5	
DEXIA	DXB		DXB5	
EADS	EAD		EAD5	
FRANCE TELECOM	FTE		FTE5	
L'OREAL	LOR		LOR5	
LAFARGE	CIL		CIL5	
LVMH	MOH		MOH5	
ORANGE	OAG			
PEUGEOT	PEU		PEU5	

Company Name	Eurex Code (Eurex Expiry)	PMM	Eurex Code (DomesticExpiry)	PMM
PINAULT-PRINTEMPS	PPX		PPX5	
RENAULT	RNL		RNL5	
SANOFI-SYNTHELABO	SNW		SNW5	
SAINT-GOBAIN	GOB		GOB5	
SCHNEIDER ELECTRIC	SND		SND5	
SOCIETE GENERALE A	SGE		SGE5	
SODEXHO ALLIANCE	SJ7		SJ75	
SUEZ	LYO		LYO5	
TF1	FSE		FSE5	
THALES	CSF		CSF5	
THOMSON	TNM		TNM5	
TOTAL	TOTB		TOT5	
VINCI	SQU		SQU5	
VIVENDI ENVIRONNEMENT	VVD		VVD5	
VIVENDI UNIVERSAL	VVU		VVU5	

4. Fees

Subject to fulfilment of the obligations defined in Attachment 2 to Eurex Circular 133/03, PMMs in French stock options will receive a full refund of related fees until December 31, 2004.

5. Promotion of PMMs

Eurex will promote the PMMs and the permanent market making concept through:

- Publicising the PMM concept via circular, internet publications, direct mailings and further marketing and promotional initiatives.
- Eurex media releases with a general representation and promotion of the PMM concept.
- Direct calls to Eurex members to generate the necessary awareness and trading commitment among the relevant market participants (banks/online banks, brokers, trading houses etc.)
- Communication and marketing initiatives to retail customers.

6. Measures for Non-fulfillment of PMM Obligations

Should the obligations for PMMs not be fulfilled, the following measures will be taken:

- The member will revert from PMM to standard Market Maker status
- Promotion as a PMM will be discontinued

The reimbursement of exchange fees for the period until the end of 2004 will be granted only as long as the market maker obligations for PMMs are fulfilled.

For resignation, cancellation or revocation of PMM status, the current rules for Eurex Market Makers apply.

Commitment to PMM status in French stock options

We declare that we will quote in French stock options as a Permanent Market Maker on Eurex as set out in this document.

Company	Name	Date/Signature
_____	_____	_____

We agree to Eurex publicizing our name within the Permanent Market Maker concept.

Company	Name	Date/Signature
_____	_____	_____

Please return this document by fax to **Simon Leslie at +49 69-211-1 44 61**