X-pand into the Future

e u r e x *circular 008/04*

Date: Frankfurt, January 22, 2004
Recipients: All Eurex members and vendors
Authorized by: Peter Reitz

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

Re-launch of the Italian Stock Option Segment

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Content may be most important for:	**Attachments:**
➲ All departments	1. Contract Specifications – Italian Stock Options/Italian LEPOs 2. Market Maker Quote Obligations 3. Application for the Granting of Market Maker Licences 4. Permanent Quotation Registration Agreement for Italian Stock Options 5. Underlying Price Feed - Acknowledgement

Summary:

In order to strengthen and expand its pan-European equity derivative franchise further, the Management Boards of the Eurex Exchanges took the following decisions with respect to the Italian stock option segment. All measures will come into effect on **February 23, 2004**.

- Introduction of twelve Italian stock options including LEPOs
- Delisting of the three existing Italian stock options, ENI, Generali and Telecom Italia
- Maturity range up to two years
- The minimum price movement for Italian stock options will be 0.0005 euro
- Three-months fee holiday for all transactions in the new Italian stock options segment
- Permanent market makers pay no fees in the instruments that they make markets in the new Italian stock options segment until the end of 2005
- Revenue distribution for all members in the new Italian stock options segment until the end of 2005

The circular contains full details related to the introduction.

The amendments to the Implementation Regulations for the Handling of Erroneous Entries at Eurex Deutschland and Eurex Zürich will be published in the internet in good time.

Re-launch of the Italian Stock Option Segment

The Management Boards of the Eurex Exchanges approved a number of measures to further strengthen and expand its pan-European equity derivative franchise, specifically in relation to the Italian stock option segment. All measures will take effect on February 23, 2004.

1. Introduction of Twelve Italian Stock Options

Eurex will introduce a new Italian segment with the addition of options including LEPOs on twelve new Italian underlyings. The Last Trading Day for all new Italian stock options will be the *Third Thursday* of the applicable maturity month. **All new Italian stock options will have the digit "5" at the end of the product code, with the exception of Telecom Italia RNC.**

Table A: New Italian Stock Options

Company Name	Underlying ISIN	Option ISIN	Eurex Code	Position Limit	MM Position Limit	Margin Parameters	Contract Size (shares)
Autostrade	IT0003506190		AOP5	18,000	54,000	9%	1,000
Banca Intesa	IT0000072618		IES5	88,800	266,400	11%	1,000
Enel	IT0003128367		ENL5	181,900	545,700	9%	500
ENI	IT0003132476	DE0001458198	ENT5	90,100	270,300	10%	500
Fiat	IT0001976403		FIA5	24,100	72,300	12%	500
Generali	IT0000062072	DE0001458172	ASG5	191,400	574,200	9%	100
Mediaset	IT0001063210		MDS5	17,800	53,400	11%	1,000
Sanpaolo IMI	IT0001269361		PAO5	43,500	130,500	10%	500
Telecom Italia	IT0003497168	DE0001458214	TQI5	154,400	463,200	12%	1,000
Telecom Italia RNC	IT0003497176		TQIR	87,000	261,000	12%	1,000
TIM	IT0001052049		TIM5	126,600	379,800	12%	1,000
UniCredito Italiano	IT0000064854		CRI5	94,200	282,600	10%	1,000

2. Exercise Price Gradations

The following exercise price intervals will be available for trading from February 23, 2004 for Italian stock options:

Exercise Price in EUR	Exercise Price Gradations in EUR
0.00 - 2	0.05
2.01 - 4	0.10
4.01 - 9	0.20
9.01 - 20	0.50
20.01 - 40	1.00
40.01 - 100	2.00
100.01 – 9999.99	4.00

3. Fee Holiday

From February 23, 2004 until May 23, 2004 Eurex will offer a fee holiday on all transactions in the new Italian stock options.

4. Market Making

Market Makers in Italian stock options may fulfill their obligations either through continuous price display "Permanent Quotation" or by responding to quote requests '"Quotation on Request". The quote obligations related to each scheme can be found in Attachment 2. Members wishing to act as market makers should make

an application using Attachment 3 and return it to Eurex by fax for the attention of **Simon Leslie +49-69-211-61 44 61**. In addition, those members wishing to take on the permanent quotation obligations should complete and return Attachment 4 to the same number.

Please note that for permanent quotation of Italian stock options, a member must already have a regular market maker license for each product in question, or should apply for the necessary licenses using Attachment 3.

Subject to fulfillment of the Permanent Quotation Obligations (Attachment 2), the Eurex Market Maker fees for the corresponding products will be fully refunded until the end of 2005.

5. Successive Delisting of Stock Options with Third Friday Expiries

As of February 23, 2004 no further expiration months after DEC04 will be introduced for the products ENI (ENI), Generali (ASG) and Telecom Italia (TQI). When no more open interest is outstanding in a series, it will be deleted from the Eurex system.

6. Revenue Distribution

With effect May 23, 2004, Eurex will grant its members 50 percent participation in all revenue (trading and clearing fees) from the new Italian stock option segment.

- Two separate ranking reports will be generated monthly, ranking the top ten members for pre Give-up volumes in agency business (A account), and proprietary trading and market making activity (P and M accounts).
- Each of the ranking groups will be entitled to a certain proportion of the total revenues available for distribution. Proceeds from the revenue sharing scheme will be paid quarterly during 2004 and 2005. The revenue sharing scheme will begin after the end of the fee holiday on May 23, 2004 and will last until December 31, 2005.

The top ten members will receive the corresponding percentages of the revenues attributable to their ranking group, according to the table below:

Ranking	Participation in Group Revenue Pool
1	20%
2	18%
3	16%
4	13%
5	10%
6	8%
7	6%
8	4%
9	3%
10	2%

7. Data Vendor Codes

The data vendor codes will be published on our web-site “www.eurexchange.com” under “Products > Vendor Product Codes”.

8. Trading Times

The trading times for the new Italian stock options segment will be from 08:50 to 17:40 CET.

9. OTC Minimum Block Trading Size, Minimum Size for Cross and Pre-arranged Trades, Transaction Fees and Mistrade Handling

The minimum OTC Block Trade Size is currently 250 contracts. The minimum order sizes in accordance with section 2.3 (3) of the Conditions for Trading at Eurex Deutschland and Eurex Zürich for Cross and Pre-arranged Trades in the trading of the new stock options remain unchanged.

The same values for the existing Italian Stock Options defined in the Price List and the Implementation Regulations for the Handling of Erroneous Entries at Eurex Deutschland and Eurex Zürich apply to Transaction Fees and Mistrade Regulations.

10. Permanent Simulation

In order to test the new Italian specifications the product Telecom Italia (TQI5) will be made available in the Permanent Simulation environment from January 22, 2004.

11. Preparation for the Start of Trading

Beginning on February 16, 2004 the Italian products and their associated margin classes will be set up in the Eurex system. The products will be divided into three groups which will be set up in the system over a period of three days.

Group I:	February 16, 2004
Group II:	February 17, 2004
Group III:	February 18, 2004

The constituents of each group with corresponding ISINs and Eurex product codes will be communicated via the Market Supervision Messages window.

From the day following the set-up, settlement prices for all contract months of the new options will be sent and transactions for the PMI file will be generated. Until February 20, 2004 theoretical prices for the new options transmitted as part of the overnight batch processing, should be ignored.

12. Underlying Price Data

As with the existing options on Dutch, French and Italian stocks, the underlying price data displayed on the trading screens for the new Italian options will be taken from the underlying prices on the Frankfurt Stock Exchange (FWB) and is used primarily for the Exchange's price validation of Block Trades.

For trading in the Italian stock options it is mandatory that the fax reply (Attachment 5) is signed and returned. If you have not already signed the form at an earlier date in connection with the Dutch, French or Italian stock options segment, please do so as soon as possible and return it to Marianne Roth, **Eurex Customer Support, Fax +49-69-211-1 44 91.**

Frankfurt, January 22, 2004

(…)

2 Part: Contract Specifications for Options Contracts

(…)

2.21 Subpart: Specifications for Options Contracts on Stocks of Italian Stock Corporations (Italian Stock Options)

2.21.1 Subject Matter of Contract

Each contract shall generally cover 100 shares unless the Boards of Management have determined otherwise. Stock options on ENI and Telecom Italia, which were introduced before February 23, 2004 refer to 500 shares. With regard to contracts introduced as of or after February 23, 2004, the following shall furthermore apply: Stock options on ENI, Fiat, Enel, and San Paolo IMI refer to 500 shares. Stock options on Autostrade, Banca Intesa, Mediaset, Telecom Italia, Telecom Italia RNC[1], Telecom Italia Mobile (TIM), and UniCredito Italiano refer to 1000 shares. Subsection 2.21.7 shall remain unaffected.

2.21.5 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 both succeeding half-year expiration days (June and December)~~a term of not more than twelve months~~.

(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 Eurex Exchanges. Depending on the options contract chosen t~~T~~he last trading day shall ~~generally~~ either be the third Friday of the relevant month or the third Thursday of the relevant month; provided that such ~~Friday~~ day is an Exchange day, otherwise the Exchange day prior to such Friday. The expiration day of an option series shall generally be the Exchange day following the last trading day.

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

2.21.6 Exercise Prices

(1) Option series, which were introduced before February 23, 2004 may have the following exercise prices:

[1] Preference shares of Telecom Italia

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

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

Option series, which were introduced as of or after February 23, 2004 may have the following exercise prices:

Exercise price in EUR	Exercise price intervals in EUR
0 – 2	0.05
2.01 – 4	0.10
4.01 – 9	0.20
9.01 – 20	0.50
20.01 – 40	1.00
40.01 – 100	2.00
100.01 – 9999.99	4.00

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

(3) Option series with new exercise 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 last price of the respective underlying security effected in the continuous trading in the electronic trading system of Borsa Italia on the previous exchange day has reached, exceeded or fallen below the average of the two highest respectively two lowest exercise prices according to paragraph (1).

A new option series shall generally not be introduced if it would expire in fewer than five Exchange days, unless market conditions make such new introduction necessary.

(…)

2.21.8 Price Gradations

The price of an options contract, which was introduced before February 23, 2004 shall be quoted with two decimal places and the price of an options contract, which was introduced as of or after February 23, 2004 shall be quoted with four decimal places. The smallest price change shall be EUR 0.01 for options contracts introduced before February 23, 2004 and EUR 0,0005 for options contracts introduced as of or after February 23, 2004, to the extent that the Boards of Management of the Eurex Exchanges have not provided otherwise.

(…)

2.22 Subpart: Specifications for Low Exercise Price Options (LEPO) on Stocks of Italian Stock Corporations

2.22.1 Subject Matter of Contract

Each contract shall generally cover 100 shares unless the Boards of Management of the Eurex Exchanges have determined otherwise. Stock options on ENI and Telecom Italia, which were introduced before February 23, 2004 refer to 500 shares. With regard to contracts introduced as of or after February 23, 2004, the following shall furthermore apply: Stock options on ENI, Fiat, Enel, and San Paolo IMI refer to 500 shares. Stock options on Autostrade, Banca Intesa, Mediaset, Telecom Italia, Telecom Italia RNC[2], Telecom Italia Mobile (TIM), and UniCredito Italiano refer to 1000 shares. refer to 500 shares. Subsection 2.22.6 shall remain unaffected.

(…)

2.22.4 Term, Close of Trading, Expiration Day

(1) Options are available at the Eurex Exchanges with two terms up to and including the next two succeeding quarterly expiration days of the cycle (March, June, September and December) thereafter.

(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 Eurex Exchanges. Depending on the options contract chosen t~~T~~the last trading day shall ~~generally~~ either be the third Friday of the relevant month or the third Thursday of the relevant month; provided that such ~~Friday~~ day is an Exchange day, otherwise the last trading day shall be the Exchange day prior to such Friday.

[2] Preference shares of Telecom Italia

The expiration day of an option series shall generally be the Exchange day following the last trading day.

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

(…)

2.22.7 Price Gradations

The price of a LEPO, which was introduced before February 23, 2004 shall have price gradations of EUR 0.01 and the price of a LEPO, which was introduced as of or after February 23, 2004 shall have price gradations of EUR 0,0005, unless the Boards of Management of the Eurex Exchanges have provided otherwise.

(…)

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 :	0.00 – 0.50	0.15	0.15
On Request: 20 Contracts	0.51 – 2.50	0.15	0.20
Permanent: 50 contracts	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	0.00 – 0.50	0.15	0.20
On Request 20 Contracts	0.51 – 2.50	0.15	0.30
Permanent: 30 contracts	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:	0.00 – 0.50	0.15	0.30
On Request: 20 contracts	0.51 – 2.50	0.20	0.40
> 24 to 36 months	2.51 – 5.00	0.30	0.50
Permanent: 20 Contracts	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.

Market Maker Quote Obligations

And Quote Spread Classification of Stock and EXTF Options

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	
Autostrade	AOP5					
Banca Intesa	IES5					
Enel	ENL5					
ENI	ENT5	ENT				
Fiat	FIA5					
Generali	ASG5	ASG				
Mediaset	MDS5					
Sanpaolo IMI	PAO5					
Telecom Italia	TQI5	TQI				
Telecom Italia RNC	TQIR					
TIM	TIM5					
UniCredito Italiano	CRI5					

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

Market Maker Quote Obligations

And Quote Spread Classification of Stock and EXTF Options

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 008/04

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)	☐ AOL (Time Warner)	☐ BSN (Danone)	☐ CIL5 (Lafarge)
☐ ABBN (ABB)	☐ AOP5 (Autostrade)	☐ BSN5 (Danone)	☐ CIS (Cisco Systems)
☐ ACR (Accor)	☐ ASG (Assicurazioni Generali)	☐ BYG (Bouygues)	☐ CLN (Clariant)
☐ ACR5 (Accor)	☐ ASG5 (Assicurazioni Gen.)	☐ BYG5 (Bouygues)	☐ CON (Continental AG)
☐ ADEN (Adecco)	☐ ASM (ASML Holding)	☐ CAJ (Casino Guichard)	☐ CRI5 (UniCredito Italiano)
☐ ADS (Adidas)	☐ AVE (Aventis)	☐ CAJ5 (Casino Guichard)	☐ CSF (Thales)
☐ AEN (Aegon)	☐ AVE5 (Aventis)	☐ CAR (Carrefour)	☐ CSF5 (Thales)
☐ AGF (AGF)	☐ AXA (AXA)	☐ CAR5 (Carrefour)	☐ CSGN (Credit Suisse Gr.)
☐ AGF5 (AGF)	☐ AXA5 (AXA)	☐ CBK (Commerzbank)	☐ CSO (Consors)
☐ AHO (Ahold)	☐ BAER (Julius Bär)	☐ CFR (Richemont)	☐ DBK (Deutsche Bank)
☐ AIR (Air Liquide)	☐ BALN (Baloise Holding)	☐ CGE (Alcatel)	☐ DB1 (Deutsche Börse AG)
☐ AIR5 (Air Liquide)	☐ BAS (BASF)	☐ CGE5 (Alcatel)	☐ DCX (Daimler Chrysler)
☐ AIX (Aixtron)	☐ BAY (Bayer)	☐ CGM (Cap Gemini)	☐ DGX (Degussa AG)
☐ AKU (Akzo Nobel)	☐ BMW (BMW)	☐ CGM5 (Cap Gemini)	☐ DPW (Deutsche Post)
☐ ALT (Altana)	☐ BNP (BNP Paribas)	☐ CIBN (Ciba Spezialitäten)	☐ DSM (DSM)
☐ ALV (Allianz)	☐ BNP5 (BNP Paribas)	☐ CIL (Lafarge)	☐ DTE (Deutsche Telekom)

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☐ DXB (Dexia)	☐ IBM (IBM)	☐ OAG (Orange)	☐ SND5 (Schneider Electric)
☐ DXB5 (Dexia)	☐ IES5 (Banca Intesa)	☐ ORC (Oracle)	☐ SNW (Sanofi-Synthelabo)
☐ EAD (EADS)	☐ IFX (Infineon Technologies)	☐ PAO5 (Sanpaolo IMI)	☐ SNW5 (Sanofi-Synthelabo)
☐ EAD5 (EADS)	☐ IHC (IHC Caland)	☐ PEU (Peugeot)	☐ SQU (Vinci)
☐ EIA (Elisa Communications)	☐ INL (Intel)	☐ PEU5 (Peugeot)	☐ SQU5 (Vinci)
☐ ELV (Elsevier)	☐ INN (ING)	☐ PHI1 (Phiips St.)	☐ SSY (Sun Microsystems)
☐ EMP (EMC)	☐ ISH1 (Intershop Comm.)	☐ POR3 (Porsche AG)	☐ SUN (Sulzer AG)
☐ ENL5 (Enel)	☐ KAR (Karstadt)	☐ PPX (Pinault Printemps)	☐ SYNN (Syngenta)
☐ ENT (ENI)	☐ KNP (Buhrmann)	☐ PPX5 (Pinault Printemps)	☐ TIM5 (TIM)
☐ ENT5 (ENI)	☐ KPN (KPN)	☐ QIA (Qiagen)	☐ TKA (Thyssen Krupp)
☐ ENUR (StoraEnso R)	☐ KUD (Kudelski)	☐ RNL (Renault)	☐ TLSN (Telia)
☐ EOA (E.ON)	☐ LHA (Lufthansa)	☐ RNL5 (Renault)	☐ TNM (Thomson)
☐ EPC (Epcos)	☐ LIN (Linde)	☐ ROG (Roche Holding)	☐ TNM5 (Thomson)
☐ ETV (EM. TV & Merchand.)	☐ LONN (Lonza)	☐ ROY (Royal Dutch)	☐ TOI (T-Online)
☐ FIA5 (Fiat)	☐ LOR (L'Oréal)	☐ RPL (UPM-Kymmene Corp)	☐ TOTB (Total)
☐ FME (Fresenius Med.Care)	☐ LOR5 (L'Oréal)	☐ RUKN (Schweiz. Rückv.)	☐ TOT5 (Total)
☐ FO4 (Fortis AG)	☐ LYO (Suez)	☐ RWE (RWE)	☐ TQI (Telecom Italia)
☐ FSE (TF1)	☐ LYO5 (Suez)	☐ SAP (SAP)	☐ TQI5 (Telecom Italia)
☐ FSE5 (TF1)	☐ MAN (MAN)	☐ SCH (Schering)	☐ TQIR (Telecom Italia RNC)
☐ FTE (France Télécom)	☐ MDS5 (Mediaset)	☐ SCMN (Swisscom)	☐ TPG (TPG)
☐ FTE5 (France Télécom)	☐ MEO (Metro)	☐ SEO (Serono)	☐ TRV (Citigroup)
☐ GEC (General Electric)	☐ MLP (MLP)	☐ SGE (Société Générale-A)	☐ TTEB (TietoEnator Corp.)
☐ GIVN (Givaudan)	☐ MOB (Mobilcom)	☐ SGE5 (Société Generale-A)	☐ TUI (TUI)
☐ GOB (Saint Gobain)	☐ MOH (LVMH)	☐ SGM (STMicroelectronics)	☐ UBSN (UBS)
☐ GOB5 (Saint Gobain)	☐ MOH5 (LVMH)	☐ SGM5 (STMicroelectronics)	☐ UHRN (The Swatch Group)
☐ GTO (Getronics)	☐ MSF (Microsoft)	☐ SGSN (SGS Surveillance)	☐ UNAX (Unaxis)
☐ HEN3 (Henkel VZ)	☐ MUV2 (Münchner Rück.)	☐ SIE (Siemens)	☐ UNI (Unilever)
☐ HMY (Hagemeyer)	☐ NESN (Nestlé)	☐ SJ7 (Sodexho Alliance)	☐ VMH (Van d. Moolen Holding)
☐ HNK (Heineken)	☐ NOA3 (Nokia Corporation A)	☐ SJ75 (Sodexho Alliance)	☐ VNU (VNU)
☐ HOLN (Holcim Ltd)	☐ NOVN (Novartis)	☐ SLHN (Swiss Life Holding)	☐ VOW (Volkswagen)
☐ HVM (HypoVereinsbank)	☐ NUT (Numico)	☐ SND (Schneider Electric)	☐ VVD (Veolia Environnement)

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☐ VVD5 (Veolia Environnement) ☐ VVU5 (Vivendi Universal) ☐ XCA (Crédit Agricole) ☐ ZURN (Zurich Financial)

☐ VVU (Vivendi Universal) ☐ WOS (Wolters Kluwer) ☐ 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

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☐ 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 Italian 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 Italian stock options listed at Eurex.

Permanent quotation will be permitted in all Italian 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 Italian 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 Italian stock options are detailed in the document Quote Obligations and Quote Spread Classification (Attachment 2 to Circular 008/04).

3. Equity Options

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

Company Name	Eurex Code (Eurex Expiry)	PMM
Autostrade	AOP5	
Banca Intesa	IES5	
Enel	ENL5	
ENI	ENT5	
ENI[1]	ENT	
Fiat	FIA5	
Generali	ASG5	
Generali[1]	ASG	
Mediaset	MDS5	
Sanpaolo IMI	PAO5	
Telecom Italia	TQI5	
Telecom Italia RNC	TQIR	
Telecom Italia[1]	TQI	
TIM	TIM5	
Unicredito Italiano	CRI5	

[1] Third Friday expiration

4. Fees

Subject to fulfilment of the obligations defined in Attachment 2 to Eurex Circular 008/04, PMMs in Italian stock options will receive a full refund of related fees until December 31, 2005.

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 2005 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 Italian stock options

We declare that we will quote in Italian 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**

Before trading Eurex options on Dutch, Italian, and French equities it is prerequisite for you to sign and return this form.
Please send it back to Eurex to Marianne Roth, Fax: +49-69-211-1 44 91.

Acknowledgement - Underlying Price Data for Dutch, Italian, and French Equity Options on Eurex

We confirm that we have taken notice and that we acknowledge by signing this form that Eurex will not publish the underlying prices from the respective home exchange for the Dutch, Italian and French equity options in the Eurex system (e.g. in the Ticker Board window).The price source for publication of underlying prices for these equity options is the FWB (Frankfurt Stock Exchange).
We are aware that these prices are only relevant for the price validation for block trades and understand that all Eurex option price calculations such as settlement prices or mistrade reference prices will be based on the prices of the respective home exchange. These facts were published in Eurex circular 009/00.

We are conscious of the fact that this procedure is different from the procedure for the existing German, Swiss, and Finnish equity options on Eurex.

We accept and acknowledge by signing and returning this form that being aware of the above-acknowledged facts is an absolute prerequisite for trading Dutch, French and Italian equity options.

Date: _____

Company: _____

Member ID ___ ___ ___ ___ ___

Name and Signature: _____

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Daniel Gisler, Thomas Lenz,
Peter Reitz, Michael Widmer