X-pand into the Future

e u r e x *circular 046/03*

Date: Frankfurt, April 15, 2003
Recipients: All Eurex members and vendors
Authorized by: Peter Reitz

Adjustment of Equity Options on RWE AG (RWE) due to the payment of a special dividend

Contact: Eurex Helpdesk Equity Products: +49-69-21 01-12 10

Content may be most important for:

- ➲ Front Office / Trading
- ➲ Middle + Back Office
- ➲ Auditing / Security Coordination

Attachments: None

Summary:

At their Annual General Meeting on May 15, 2003 the company RWE AG will propose to shareholders a bonus payment of EUR 0.10 in addition to a basic dividend of EUR 1.00. The ex-day will be May 16, 2003.

After the proposed payment was made known, on March 13, 2003, Eurex announced via the Market Supervision Messages window the decision to adjust the series of the related option at Eurex for the bonus payment. The adjustment procedure is described in the Circular, together with the foreseen timescales.

Eurex Deutschland
D-60485 Frankfurt am Main
www.eurexchange.com

Functional Member Readiness
Tel. +49-69-2101-1700
Fax +49-69-2101-1701

Alternative
Tel. +49-69-9770-1700
Fax +49-69-9770-1701

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

Adjustment of Equity Options on RWE AG (RWE) due to the payment of a special dividend

At their Annual General Meeting on May 15, 2003 the company RWE AG will propose to shareholders a bonus payment of EUR 0.10 in addition to a basic dividend of EUR 1.00. The ex-day will be May 16, 2003.

After the proposed payment was made known, on March 13, 2003 Eurex announced, via the Market Supervision Messages window, the decision to adjust the series of the related option at Eurex for the bonus payment.
Consequently, subject to approval of the resolution at the AGM, the adjustment will be carried out as follows:

The adjustment to the RWE option at Eurex, will take place after close of trading on May 15, 2003. The basis for the adjustment will be the closing price of the RWE shares on that day. This price will be reduced by the regular dividend amount, and will be used to calculate the adjustment factor (R-factor), as follows:

S1 = Closing price of RWE shares on May 15, 2003
S2 = S1 minus the normal dividend (EUR 1.00)
S3 = S2 minus the special dividend (EUR 0.10)

R = S3/S2

Adjustment of the RWE option exercise prices will take place through multiplication by the R-factor.

In order to maintain the previous contract value, new contract sizes will be calculated as follows:

C1 = Old contract size
C2 = New contract size
X1 = Old exercise price
X2 = New exercise price

C2 = (C1*X1)/X2

All adjusted series will have their version number increased by 1.
All outstanding orders and quotes will be deleted after close of trading on May 15, 2003.

New series with version number 0 and a contract size of 100 will be introduced for May 16, 2003.

The adjusted exercise prices and the contract sizes, as well as the new ones will be published via the Market Supervision Messages window after close of trading on May 15, 2003.

Please take into account the changes described above on the appropriate dates.

Frankfurt, April 15, 2003

Eurex Deutschland
D-60485 Frankfurt am Main
www.eurexchange.com

Functional Member Readiness
Tel. +49-69-2101-1700
Fax +49-69-2101-1701

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