X-pand into the Future

e u r e x *circular 160/07*

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Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Jürg Spillmann

High priority

Equity Options: Introduction of Eleven Options on Austrian Stocks

Contact: Dr. Michael Durica (Eurex Product Strategy), Tel. +49-69-211-1 59 23
E-Mail: michael.durica@eurexchange.com

Content may be most important for:

Ü All departments

Attachments:

Updated sections of:

1. Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich
2. Clearing Conditions for Eurex Clearing AG
3. Conditions for Utilization of the OTC Trade Entry Facilities (General Conditions for Participation)

Summary:

In their session on July 25, 2007 the Management Boards of the Eurex Exchanges decided on the introduction of options on eleven Austrian shares.

The new products will be available for trading as of **September 10, 2007**. Effective **October 1, 2007** they will be included in an Austrian Market-Making package.

Transaction fees for on-exchange and off-exchange transactions in options on Austrian shares and LEPOs pursuant to sections 3.1.1.1 and 3.1.2.1 of the Price List will be reimbursed up to and including **November 2007**.

Equity Options: Introduction of Eleven Options on Austrian Stocks

1. Introduction Date

In their session on July 25, 2007 the Management Boards of the Eurex Exchanges decided to introduce, as of September 10, 2007, options on eleven Austrian shares.

2. Product Parameters and Contract Specifications

Products **Stock Options** Curreny: EUR	**Product ISIN**	**Eurex Code**	**Contract Size**	**Minimum Price Change**	**ISIN of under-lying instrument**
BOEHLER-UDDEHOLM AG	AT0000903851	BUD	100	0.01	AT0000903851
BWIN INT. ENTERT. AG	AT0000767553	BWIN	100	0.01	AT0000767553
ERSTE BANK DER OESTERR. SPK AG	AT0000652011	EBS	100	0.01	AT0000652011
IMMOEAST AG	AT0000642806	IEA	100	0.01	AT0000642806
OMV AG	AT0000743059	OMV	100	0.01	AT0000743059
RAIFFEISEN INT. BANK-HLDG AG	AT0000606306	RIBH	100	0.01	AT0000606306
RHI AG	AT0000676903	RHI	100	0.01	AT0000676903
TELEKOM AUSTRIA AG	AT0000720008	TK1	100	0.01	AT0000720008
VERBUNDGESELLSCHAFT AG KAT. A	AT0000746409	VER	100	0.01	AT0000746409
VOESTALPINE AG	AT0000937503	VOE	100	0.01	AT0000937503
WIENERBERGER AG	AT0000831706	WIE	100	0.01	AT0000831706

For each product three next monthly expiration dates will be available, followed by the three quarterly expiration dates thereafter and the two following semi-annual expiration dates.

Contract specifications for the individual products can be found on the Eurex website as of the introduction date under the link:

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

3. Risk Parameters

Margin parameters will be published in due time on the Eurex website under

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

A separate circular will not be published on this subject. The appropriate data will be made available two weeks before start of trading at the latest. It will be communicated to participants as a Newsboard message.

4. Mistrade Parameters

For trading the new options contracts the Implementation Regulations for the Handling of Erroneous Entries at Eurex Deutschland and Eurex Zürich will apply unchanged. The document can be found under the path:

www.eurexchange.com > Documents > Rules & Regulations > Mistrade Regulations

5. Market-Making

The new products will be included in an Austrian Eurex Market-Making programs effective October 1, 2007. Market Makers can choose between three different Market-Making schemes:

- Regular Market-Making (RMM)
- Permanent Market-Making (PMM)
- Advanced Market-Making (AMM)

The Austrian Advanced Market-Making Package will comprise the eleven new stock options. The amount of admissible exceptions per month will be fixed to five.

The table “Options on other Stock” of the Market Maker Obligations at Eurex will be expanded as follows:

Product	**Product Code**	**Spread Class**	**Minimum Quote Size (Contracts)**		**Maturity Range for PMM/AMM**	**AMM Package ID**
			RMM	**PMM/ AMM**	**Up to months**	
Options on other stocks						
BOEHLER-UDDEHOLM AG	BUD	7	10	5	6	AT
BWIN INT. ENTERT. AG	BWIN	7	10	5	6	AT
ERSTE BANK DER OESTERR. SPK AG	EBS	7	10	5	6	AT
IMMOEAST AG	IEA	7	10	5	6	AT
OMV AG	OMV	7	10	5	6	AT
RAIFFEISEN INT. BANK-HLDG AG	RIBH	7	10	5	6	AT
RHI AG	RHI	7	10	5	6	AT
TELEKOM AUSTRIA AG	TK1	7	10	5	6	AT
VERBUNDGESELL-SCHAFT AG KAT. A	VER	7	10	5	6	AT
VOESTALPINE AG	VOE	7	10	5	6	AT
WIENERBERGER AG	WIE	7	10	5	6	AT

Spread Class 7 comprises the following obligations:

Bid up to (EUR)	**Maximum Spreads (EUR)**	
	Expiration months	
	≤ 24	**> 24**
Stock options and EXTF Options denominated in EUR		
Spread Class 7		
0 - 1.00	0.20	0.25
1.01 - 15.00	20%	25%
> 15.00	3.00	3.75

6. Transaction Limits, OTC Minimum Block Trade Size, Minimum Size for Cross- and Pre-arranged Trades, Trading Hours, Trading Calendar and Position LImits

With the exception of trading hours and trading calendars the same values will apply for Austrian stock options as for the existing stock options in the German segment.

Pre-trading Period	Pre-opening Period	Netting + Continuous Trading	Post-Trading Full Period	OTC Block-Trading	Last Trading Day	
					Trading until	Exercise until
07:30-09:05	09:05-09:15	09:15-17:36	17:36-20:00	09:15-19:00	17:36	20:00

The Austrian trading calendar follows the cash market trading calendar at Wiener Börse AG. The exact trading days for Austrian stock options are specified in the trading calendar published on the Eurex website under the path:

www.eurexchange.com > Trading > Trading Calendar

Position limits will be communicated to participants in due time via a newsboard message. As of the introduction date they will be published on the Eurex website under the respective product's contract specifications.

7. OTC Functionality Flexible Options

Subject to the acceptance of the General Conditions for Participation, the Flexible Options functionality will also be available for the new Austrian stock options. Should you require ISINs for internal processing of one of the Flexible Options, please contact WM Datenservice (www.wmdaten.de).

8. Data Vendor Codes

Data vendor codes will be published as of start of trading on the Eurex website under the path:

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

9. Transaction Fees

Transaction fees paid up to and including November 2007 for on-exchange and off-exchange transactions in options on Austrian shares and LEPOs pursuant to sections 3.1.1.1 and 3.1.2.1 of the Price List will be reimbursed to the respective Clearing-Member. Clearing Members are obliged to pay out to the respective Non-Clearing Members reimbursed transaction fees which result from transactions made by this particular Non-Clearing Member.

10. Clearing and Settlement of Deliveries from Austrian Stock Options

Securities resulting from deliveries of Austrian stock options will be included in the processing of the Central Counterparty (CCP) of Eurex Clearing AG. The corresponding securities will be held in collective safe custody and can be delivered in Clearstream Banking Frankfurt (CBF) and SegaIntersettle (SIS). Settlement of cash payments will be made via the participants' accounts at Deutsche Bundesbank.

Clearing fees (Price List number 3.10), settlement fees (Price List number 3.11) and service fees (Price List number 8) will be levied the same as for all other existing euro-denominated products. The Price List is available for download under the path:

www.eurexchange.com > Documents > Rules & Regulations > Price List

11. Preparations for Start of Trading

- Approximately two weeks before start of trading the new stock options as well as their associated margin classes will be set up in the Eurex® trading system. Participants will be informed about the respective steps via a Newsboard message. Also, the first transmission of settlement prices will be communicated via this means.
- Trading in stock options on these eleven underlying instruments will start on September 10, 2007. Orders and quotes may be entered in the Eurex® system on this day from 07:31 CET onwards.

Information on the new products will be made available to participants on the website in the section "New Equity Derivatives" under the path:

www.eurexchange.com > Trading > **Products > Equity Derivatives > New Equity Derivatives**

Frankfurt, August 6, 2007

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

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Other Stock Options (EUR)	Produkt-ID	Country	Contract size	Term (month)	Minimum Price Change
[.....]					
Boehler-Uddeholm	BUD	AT	100	24	0.01
[.....]					
BWIN Int. Entert.	BWIN	AT	100	24	0.01
[.....]					
Erste Bank der Oesterr. SPK	EBS	AT	100	24	0.01
[.....]					
Immoeast	IEA	AT	100	24	0.01
[.....]					
OMV	OMV	AT	100	24	0.01
[.....]					
Raiffeisen Int. Bank-Hldg.	RIBH	AT	100	24	0.01
[.....]					
RHI	RHI	AT	100	24	0.01
[.....]					
Telekom Austria	TK1	AT	100	24	0.01
[.....]					
Verbundgesellschaft Kat. A	VER	AT	100	24	0.01
[.....]					
Voestalpine	VOE	AT	100	24	0.01
[.....]					
Wienerberger	WIE	AT	100	24	0.01
[.....]					

Annex C in relation to Contract Specifications:

[.....]

Trading Hours Options Contracts

[.....]

Options contracts and Low Exercise Price Options on Shares of Stock Corporations

Product	Product-ID	Pre-Trading-Period	Continuous Trading	Post-Trading Full-Period	OTC Block Trading	Last Trading Day	
Options contracts/ LEPOs on shares						Trading until	Exercise until
Dutch Stock Corporations		07:30-08:53	08:53-17:33	17:33-20:00	09:00-19:00	17:33	20:00
Finnish and Swedish Stock Corporations		07:30-08:52	08:52-17:32	17:32-20:00	09:00-19:00	17:32	20:00
Spanish Stock Corporations		07:30-08:50	08:50-17:35	17:35-20:00	09:00-19:00	17:35	20:00
French Stock Corporations		07:30-08:54	08:54-17:34	17:34-20:00	09:00-19:00	17:34	20:00
Austrian Stock Corporations		07:30-09:05	09:05-17:36	17:36-20:00	09:15-19:00	17:36	20:00
German Stock Corporations		07:30-08:51	08:51-17:31	17:31-20:00	09:00-19:00	17:31	20:00
Italian Stock Corporations		07:30-08:50	08:50-17:35	17:35-20:00	09:00-19:00	17:35	20:00
Swiss Stock Corporations		07:30-08:52	08:52-17:20	17:20-20:00	09:00-19:00	17:20	20:00
US-Stock Corporations		07:30-08:53	08:53-17:33	17:33-20:00	09:00-19:00	17:33	20:00
Russian Stock Corporations		07:30-09:50	09:50-16:30	16:30-20:00	10:00-19:00	16:30	20:00

All times in CET

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Chapter II
Transactions at Eurex Deutschland and Eurex Zürich (Eurex Exchanges)

Part 1
General Provisions

[.....]

1.2 Determination of Margin to be maintained

(1) With regard to the obligation to provide margin, Chapter I Paragraph 3 applies in addition to the following provisions.

(2) The calculation of the margin to be maintained by a General or Direct Clearing Member shall be made separately for such General or Direct Clearing Member's Principal Position Accounts (including M-Accounts) and Agent Position Accounts.

(3) The basis for the determination of margin to be maintained are the net positions in all option series and Futures contracts. The net position in each option series and in each futures contract shall be determined by setting off a long position (including transactions not yet fully performed) against a short position (including transactions not yet fully performed, but excluding transactions with matching cover). Option series and Futures contracts may be combined into a single margin class, including, for example, when the underlying security or other value is the same. Eurex Clearing AG may form margin groups out of several margin classes, including classes with differing underlyings, if their respective prices develop favourably in the same direction. If Eurex Clearing AG forms margin classes or margin groups, the following rules shall apply mutatis mutandis, in that the relevant margin requirement shall be determined for the margin class or margin group, including by netting.

(4) With respect to options transactions with immediate premium payment obligations based on German, Swiss, Finnish, French, Italian, Dutch, Austrian, Swedish, Spanish and US-American stocks, the margin to be maintained must cover the costs that would be incurred upon the closing of all positions at the day's closing price ("Premium Margin").

(5) With respect to options transactions without immediate premium payment obligations, no Premium Margin, as defined in Paragraph 4 Clause 1 or Paragraph 5 Clause 1, shall be due; instead, a daily profit and loss settlement shall take place.

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9 Admitted Products

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9.5 The Eurex Clearing AG has admitted the following products to the Flexible-Options-Trade-Functionality:

Product	Minimum number of contracts to be traded
Options Contracts on the DAX® (ODAX)	500
Options Contracts on the MDAX® (O2MX)	250
Options Contracts on the TecDAX® (OTDX)	1,000
Options Contracts on the SMI® (OSMI)	500
Options Contracts on the SMIM® (OSMM)	1,000
Options Contracts on the OMXH25 (OFOX)	250
Options Contracts on the Dow Jones EURO STOXX® 50 (OESX)	1,000
Options Contracts on the Dow Jones EURO STOXX® Select Dividend 30 Index (OEDV)	250
Options Contracts on the Dow Jones STOXX® 50 (OSTX)	1,000
Options Contracts on the Dow Jones Italy Titans 30SM-Index (O1TA)	500
Options Contracts on the Dow Jones Global Titans 50SM (OGTI)	1,000
Options Contracts on the Dow Jones EURO STOXX® Market Sector indices	250
Options Contracts on the Dow Jones STOXX® Sector indices	250
Options Contracts on the Dow Jones STOXX® 600 Index (O600)	250

Product	Minimum number of contracts to be traded
Options Contracts on the Dow Jones STOXX® Large 200 Index (O2LA)	250
Options Contracts on the Dow Jones STOXX® Mid 200 Index (O2MI)	250
Options Contracts on the Dow Jones STOXX® Small 200 Index (O2SM)	250
Options Contracts on Exchange Traded Index funds - DAX® EX (EXS1), DJ EURO STOXX® 50 EX (EXW1), iShares DJ EURO STOXX® 50 (EUN2), XMTCH on SMI® (XMT)	1,000
Options Contracts on German Stock Corporations (OSTK)	250
Options Contracts on Swiss Stock Corporations (OSTK)	250
Options Contracts on Finnish Stock Corporations (OSTK)	250
Options Contracts on Dutch Stock Corporations (OSTK)	250
Options Contracts on Italian Stock Corporations (OSTK)	250
Options Contracts on French Stock Corporations (OSTK)	250
Options Contracts on Austrian Stock Corporations (OSTK)	250
Options Contracts on Stocks of Corporations of the TecDAX® (OSTK)	250
Options Contracts on Stocks of US-American Corporations (OSTK)	250
Options contracts on Stocks of Russian Stock Corporations	250
Options contracts on a Euro-Bund Future (OGBL)	50
Options contracts on a Euro-Bobl Future (OGBM)	50
Options contracts on a Euro-Schatz Future (OGBS)	50

10 Cash Transactions for the EFP Trade Facility

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Annex A to the General Conditions for Participation:

[.....]

Options Contracts and Low Exercise Price Options on Equities of Stock Corporations

Product	Product-ID	OTC Trading
Options Contracts or LEPOs on Shares		
Dutch Stock Corporations		09:00-19:00
Scandinavian Stock Corporations		09:00-19:00
French Stock Corporations		09:00-19:00
German Stock Corporations		09:00-19:00
Italian Stock Corporations		09:00-19:00
Swiss Stock Corporations		09:00-19:00
US-American Stock Corporations		09:00-19:00
Austrian Stock Corporations		09:15-19:00
Russian Stock Corporations		10:00-19:00

All times CET