

Product Specific Supplement for futures on Bloomberg MSCI Euro Corporate SRI index (FECX) and Bloomberg MSCI Global Green bond index (FGGI)

Validity: Until 31 December 2024

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Preamble

This Product Specific Supplement for on Bloomberg MSCI Euro Corporate SRI index futures and Bloomberg MSCI Global Green bond index futures (hereinafter referred to as “**Product Specific Supplement**”) forms an integral part of the LPA. The terms and conditions reflected in this Product Specific Supplement shall be deemed part of the LPA and to the extent such terms and conditions conflict with those in the LPA the terms of this Product Specific Supplement shall prevail. All terms not defined herein shall have the meaning as set forth in the LPA or the General Supplement to the LPA.

Under this Product Specific Supplement, a Liquidity Provider scheme for Bloomberg MSCI Euro Corporate SRI index futures and Bloomberg MSCI Global Green bond index futures is offered, which will run from the 27th of September 2021 until the term of this Product Specific Supplement. Additionally, a Revenue Sharing is offered, which will run from the 1st of October 2021 until the 30th of September 2023. Moreover, an Initial Supporter Incentive is offered, and will run from the 1st of October 2021 until the 30th of September 2022.

1. Applicable Building Blocks

Pursuant to Sec. 2.3 of the General Supplement to the LPA, the granting of rebates and the concrete rebate levels to be applied on the respective transaction fees are dependent on the fulfilment of Building Blocks. For this Product Specific Supplement, the following Building Blocks are applicable:

Scheme	Product Scope	Basis	Package	Strategy	Larger Size	Tighter Spread	Stress Presence	Eurex EnLight	Revenue Sharing
		BBB	PBB	CBB	LBB	TBB	SBB	EBB	
FECX	FECX	✓							✓
FGGI	FGGI	✓							✓

The requirements for Strategy Building Block, Larger Size Building Block, Tighter Spread Building Block, Stress Presence Building Block and Eurex EnLight Building Block are product group specific and can be found in section 2.3 of the General Supplement to the LPA.

2. Liquidity Provider Rebates

Upon fulfilment of the Building Block requirements of one product, Liquidity Providers shall receive a fee rebate as specified in Sec. 3.1.1 of the General Supplement to the LPA in accordance with the table below. The evaluation takes place on a monthly basis.

Execution type	Building Block	Amount of rebate upon fulfilment of requirements
Order book	Basis	100%
	Package	-
	Strategy	-
	Larger Size	-
	Tighter Spread	-
	Total	100%
Eurex EnLight	Basis	100%
	Package	-
	Strategy	-
	Eurex EnLight	-
	Total	100%
TES	Basis	100%
	Package	-
	Strategy	-
	Eurex EnLight	-
	Total	100%

3. Building Block Requirements

3.1. Basis Block Requirements

In order to receive the Liquidity Provider rebates pursuant to Sec. 2 above, the following quotation requirements shall apply:

	FECX	FGGI
Quotation Period:	09:00 – 17:15 CE(S)T	
Required Coverage:	70%	
Maturity Range:	The front month needs to be quoted. Five exchange days prior to expiration, Liquidity Providers may choose to quote either the front month or the second expiration month	
Minimum Quote Size (Bid & Ask):	25 contracts	<u>15 contracts</u>
Maximum Spread	16 ticks / 0.16 index points	<u>32 ticks / 0.32 index points</u>

4. Other monetary incentive schemes

4.1. Revenue Sharing

The following revenue sharing scheme for Bloomberg MSCI Euro Corporate SRI index futures and Bloomberg MSCI Global Green bond index futures shall be offered from 1st October 2021 until 30th September 2023 in accordance with Sec. 3.1.2 of the General Supplement to the LPA.

	FECX	FGGI
Term of the scheme	1 st October 2021 until 30 th of September 2023.	
Commitment Period	1 st October 2021 – 30 th September 2022.	
Participation Condition	<p><u>During the Commitment Period:</u> Fulfilment of Basis Block requirements during at least 9 out of 12 months.</p> <p><u>After the Commitment Period:</u> Continuous fulfilment of Basis Block requirements.</p>	<p><u>During the Commitment Period:</u> Fulfilment of Basis Block requirements during at least 7 out of 12 months.</p> <p><u>After the Commitment Period:</u> Continuous fulfilment of Basis Block requirements.</p>
Revenue Sharing Pool	<p><u>During the Commitment Period:</u> 30% of the difference of the respective Net Revenues, as described in section 5, generated by trading each individual product during the Commitment Period and EUR 200,000, when such difference is positive.</p> <p><u>After the Commitment Period:</u> 30% of the respective Net Revenue generated by trading each individual product</p>	
Number of Participants	Up to 5.	
Qualification Criterion	<ol style="list-style-type: none"> 1. Fulfilment of the Participation Condition during the Commitment Period. 2. Fulfilment of Basis Block requirements after the Commitment Period on a monthly basis. <p>The top 5 Liquidity Providers, who fulfilled criterion 1 AND 2 participate; ranked according to their share of trading volume in M-accounts (order book, TES and EnLight) of all qualifying Liquidity Providers.</p>	
Distribution Frequency	<p>1st October 2021 – 30th September 2022: The first payment is annual and will cover the 12 months of the Commitment Period. It will be distributed after October 2022.</p> <p>From October 2022 onwards: The revenue sharing will be distributed monthly.</p>	

Distribution Method	The first 50% of the Revenue Sharing Pool is equally distributed across the qualifying Liquidity Providers.
	The remaining 50% of the Revenue Sharing Pool is distributed pro-rata to the qualifying Liquidity Providers ranked according to their share of trading volume in M-account (order book, TES and EnLight).
	Participants share of trading is measured over the whole commitment period (1 st October 2021 – 30 th September 2022) for the first revenue sharing payment. Participants share of trading is measured monthly from the 1 st October 2022 onwards.

ECAG shall be entitled to pay this amounts due under this revenue sharing scheme to the account of the Clearing Member of the respective Liquidity Provider that has qualified for it according to this Sec.4.1. The Liquidity Provider shall authorise its Clearing Member to collect payment of the aforementioned amounts on its behalf.

VAT on the Revenue Sharing amounts shall be borne by the Liquidity Provider, if applicable, and will be offset against any due and unpaid Revenue Sharing amount.

4.2. Additional Supporter incentive

This additional supporter incentive is offered during the **Commitment Period** (1st October 2021 – 30th September 2022), in order to support the initial trading activity in the newly launched futures on Bloomberg MSCI Euro Corporate SRI index and Bloomberg MSCI Global Green bond index.

At the end of the **Commitment Period**, a lump-sum amount of net EUR 50,000 will be equally distributed to the top 5 Liquidity Providers, who fulfilled the Basis Block requirements during at least 9 out of 12 months of the **Commitment Period** for FECX and 7 out of 12 months of the **Commitment Period** for FGGI, ranked according to their share of trading volume in M-accounts (order book, TES and EnLight).

This additional incentive is offered separately for each of the futures on Bloomberg MSCI Euro Corporate SRI index and Bloomberg MSCI Global Green bond index.

At the end of the **Commitment Period**, Eurex will inform qualifying Liquidity Providers eligible for a payment under this additional supporter incentive and advise on the respective payment amount by the 15th of the following calendar month.

In order to receive a payment, eligible Liquidity Providers will be required to provide an invoice over the payment amount (as advised by Eurex) to: Eurex Frankfurt AG, Fixed Income ETD Product Design, Mergenthalerallee 61, 65760 Eschborn, or via email to: FI_PD@deutsche-boerse.com. Any invoice for a given calendar year must be received by Eurex before the 31th January of the following calendar year.

5. Definitions

Commitment Period	shall refer to the period commencing as of 1 st October 2021 until 30 th September 2022.
FECX	shall refer to Futures on Bloomberg MSCI Euro Corporate SRI index listed at Eurex Deutschland
FGGI	shall refer to Futures on Bloomberg MSCI Global Green bond index listed at Eurex Deutschland
Net Revenues	shall mean the total revenues for all transaction fees pursuant to Number 3.1 of the Price List of Eurex Clearing AG as amended from time to time exclusive of any tax, levy, duty or similar governmental surcharge. For the calculation of the Net Revenues, granted incentives will be deducted (e.g. volume rebates, rebates for the Liquidity Provisioning, allowances, revenue sharing or other customer incentives). Additionally, any license fee paid for the permission to list and trade the respective products as well as any non-recoverable or non-creditable value added tax or similar tax borne by EFAG and/or ECAG will be deducted. For the avoidance of doubt, ECAG alone shall have the right to determine the fees that it charges for its services, both gross and net, as well as any incentives and/or rebates it may offer.
Participation Condition	shall refer to the conditions stipulated in the table (line item "Participation Conditions") in Sec. 4.1 above.