X-pand into the Future

e u r e x *circular 105/05*

Date: Frankfurt, June 28, 2005
Recipients: All Eurex members and vendors
Authorized by: Peter Reitz

Adjustment of Market Maker Obligations

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Content may be most important for:

➲ All Departments

Attachments:

1. Application for the Granting of Market Maker Licenses at Eurex
2. Market Maker Obligations at Eurex (Attachment 2 on Eurex website only)

With effect from **July 1, 2005** the Market Maker Obligations in Eurex equity options will be adjusted as follows:

1. The quotation period for Market Makers (AMM, PMM) in French stock options will be limited to a maximum of twelve months.

2. The number of exceptions of products which do not require quotation within the scope of the „French AMM Package“ (FR) will increase from currently two products to seven products.

3. The spread classification in Swiss stock options will change as follows:

   - Ciba (CIBN) from class 4 to class 7
   - Schweizer Rückversicherung (RUKN) from class 1 to class 4
   - Swiss Life Holding (SLHN) from class 2 to class 5

   Along with the changes to the Market Maker Obligations also the Mistrade Ranges in the three Swiss stock options concerned will be adjusted effective July 1, 2005.

4. The number of exceptions of products which do not require quotation within the scope of the „Swiss AMM Package“ (SMI) will increase from currently two products to three products.

5. In addition, the number of exceptions of products which do not require quotation within the scope of the „Dow Jones EURO STOXX® 50 Package“ (ESX50) will increase from currently four products to seven products.

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

Regular Market Making Registration Form

I. We herewith apply for admission as Regular 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)	☐ ASG5 (Assicurazioni Gen.)	☐ CAR (Carrefour)	☐ DCX (Daimler Chrysler)
☐ ABBN (ABB)	☐ ASM (ASML Holding)	☐ CBK (Commerzbank)	☐ DEP (Depfa Bank Plc)
☐ ACR (Accor)	☐ AVE (Aventis)	☐ CFR (Richemont)	☐ DGX (Degussa AG)
☐ ADEN (Adecco N)	☐ AXA (AXA)	☐ CGE (Alcatel)	☐ DPB (Deutsche Postbank)
☐ ADS (Adidas)	☐ BAER (Julius Bär)	☐ CGM (Cap Gemini)	☐ DPW (Deutsche Post)
☐ AEN (Aegon)	☐ BEI (Beiersdorf)	☐ CIBN (Ciba Spezialitätenchemie Holding N)	☐ DSM (DSM)
☐ AGF (AGF)	☐ BALN (Bâloise Holding N)	☐ CIL (Lafarge)	☐ DTE (Deutsche Telekom)
☐ AHO (Ahold)	☐ BAS (BASF)	☐ CIS (Cisco Systems)	☐ DXB (Dexia)
☐ AIR (Air Liquide)	☐ BAY (Bayer)	☐ CLN (Clariant N)	☐ EAD (EADS)
☐ AIX (Aixtron)	☐ BAYE (Bayer)	☐ CON (Continental AG)	☐ EIA (Elisa Communications)
☐ AKU (Akzo Nobel)	☐ BMW (BMW)	☐ CRI5 (UniCredito Italiano)	☐ ELV (Elsevier)
☐ ALT (Altana)	☐ BNP (BNP Paribas)	☐ CSF (Thales)	☐ EMP (EMC)
☐ ALV (Allianz)	☐ BSN (Danone)	☐ CSGN (Credit Suisse Group N)	☐ ENL5 (Enel)
☐ AOL (Time Warner)	☐ BYG (Bouygues)	☐ DBK (Deutsche Bank)	☐ ENT5 (ENI)
☐ AOP5 (Autostrade)	☐ CAJ (Casino Guichard)	☐ DB1 (Deutsche Börse AG)	☐ ENUR (StoraEnso R)

Application for the Granting of Market Maker Licenses at Eurex

☐ EOA (E.ON)	☐ LONN (Lonza Group N)	☐ RUKN (Swiss Re N)	☐ TRV (Citigroup)
☐ EPC (Epcos)	☐ LOR (L'Oréal)	☐ RWE (RWE)	☐ TTEB (TietoEnator Corp.)
☐ FIA5 (Fiat)	☐ LYO (Suez)	☐ SAP (SAP)	☐ TUI (TUI)
☐ FME (Fresenius Med.Care)	☐ MAN (MAN)	☐ SBMO (SBM Offshore)	☐ UBSN (UBS N)
☐ FOT (Fortum Oyi)	☐ MDS5 (Mediaset)	☐ SCH (Schering)	☐ UHRN (The Swatch Group N)
☐ FO4 (Fortis AG)	☐ MEO (Metro)	☐ SCMN (Swisscom N)	☐ UNAX (Unaxis)
☐ FSE (TF1)	☐ MLP (MLP)	☐ SEO (Serono)	☐ UNI (Unilever)
☐ FTE (France Télécom)	☐ MOB (Mobilcom)	☐ SGE (Société Générale-A)	☐ VED (Vedior)
☐ FTE5 (France Télécom)	☐ MOH (LVMH)	☐ SGM (STMicroelectronics)	☐ VMH (Van d. Moolen Holding)
☐ GEC (General Electric)	☐ MSF (Microsoft)	☐ SGSN (SGS Surveillance N)	☐ VNU (VNU)
☐ GIVN (Givaudan N)	☐ MUV2 (Münchener Rück.)	☐ SIE (Siemens)	☐ VOW (Volkswagen)
☐ GOB (Saint Gobain)	☐ NEF (Neste Oil)	☐ SJ7 (Sodexho Alliance)	☐ VT3 (Versatel)
☐ GTO (Getronics)	☐ NEL (P&O Nedlloyd)	☐ SLHN (Swiss Life Holding N)	☐ VVD (Veolia Environnement)
☐ HEN3 (Henkel VZ)	☐ NESN (Nestlé N)	☐ SMPA (Sampo Oyj)	☐ VVU (Vivendi Universal)
☐ HMY (Hagemeyer)	☐ NOA3 (Nokia Corporation A)	☐ SND (Schneider Electric)	☐ WOS (Wolters Kluwer)
☐ HNK (Heineken)	☐ NOVN (Novartis N)	☐ SNW (Sanofi-Synthélabo)	☐ XCA (Crédit Agricole)
☐ HOLN (Holcim Ltd N)	☐ NUT (Numico)	☐ SQU (Vinci)	☐ ZURN (Zurich Financial N)
☐ HRX (Hypo Real Estate Hold.)	☐ OAG (Orange)	☐ SYST (Synthes Inc. N)	
☐ HVM (HypoVereinsbank)	☐ ORC (Oracle)	☐ SSY (Sun Microsystems)	
☐ IBM (IBM)	☐ PAO5 (Sanpaolo IMI)	☐ SUN (Sulzer AG)	
☐ IES5 (Banca Intesa)	☐ PEU (Peugeot)	☐ SYNN (Syngenta N)	
☐ IFX (Infineon Technologies)	☐ PHI1 (Philips St.)	☐ TIM5 (TIM)	
☐ INL (Intel)	☐ POR3 (Porsche AG)	☐ TKA (Thyssen Krupp)	
☐ INN (ING)	☐ PPX (Pinault Printemps)	☐ TLSN (Telia)	
☐ KAR (Karstadt)	☐ PUM (Puma)	☐ TNM (Thomson)	
☐ KNP (Buhrmann)	☐ QIA (Qiagen)	☐ TNT (TNT)	
☐ KPN (KPN)	☐ RNL (Renault)	☐ TOI (T-Online)	
☐ KUD (Kudelski)	☐ ROG (Roche Holding)	☐ TOTB (Total)	
☐ LHA (Lufthansa)	☐ ROY (Royal Dutch)	☐ TQI5 (Telecom Italia)	
☐ LIN (Linde)	☐ RPL (UPM-Kymmene Corp)	☐ TQIR (Telecom Italia RNC)	

Application for the Granting of Market Maker Licenses at Eurex

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

☐ EXS1 (DAX® EX)	☐ XMT (XMTCH on SMI)
☐ EXW1 (DJ EURO STOXX® 50 EX)	☐ EUN2 (iShares DJ EURO STOXX® 50)

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 equity indices:

☐ O1TA Option contracts on the Dow Jones Italy Titans 30SM Index	☐ OESF Option contracts on the Dow Jones EURO STOXX® Financial Services Index
☐ ODAX Option contracts on the den Benchmark Index of Deutsche Börse AG (DAX®)	☐ OESG Option contracts on the Dow Jones EURO STOXX® Industrial Goods and Services Index
☐ OESA Option contracts on the Dow Jones EURO STOXX® Automobiles Index	☐ OESH Option contracts on the Dow Jones EURO STOXX® Healthcare Index
☐ OESB Option contracts on the Dow Jones EURO STOXX® Banks Index	☐ OESI Option contracts on the Dow Jones EURO STOXX® Insurance Index
☐ OESC Option contracts on the Dow Jones EURO STOXX® Chemicals Index	☐ OESM Option contracts on the Dow Jones EURO STOXX® Media Index
☐ OESE Option contracts on the Dow Jones EURO STOXX® Energy Index	☐ OESN Option contracts on the Dow Jones EURO STOXX® Construction Index
☐ OESO Option contracts on the Dow Jones EURO STOXX® Food and Beverage Index	☐ OSTF Option contracts on the Dow Jones STOXX® 600 Financial Services Index
☐ OESR Option contracts on the Dow Jones EURO STOXX® Retail Index	☐ OSTG Option contracts on the Dow Jones STOXX® 600 Industrial Goods and Services Index
☐ OESS Option contracts on the Dow Jones EURO STOXX® Basic Resources Index	☐ OSTH Option contracts on the Dow Jones STOXX® 600 Healthcare Index
☐ OEST Option contracts on the Dow Jones Euro STOXX® Telecommunications Index	☐ OSTI Option contracts on the Dow Jones STOXX® 600 Insurance Index

Application for the Granting of Market Maker Licenses at Eurex

☐ OESU Option contracts on the Dow Jones EURO STOXX® Utilities Index	☐ OSTM Option contracts on the Dow Jones STOXX® 600 Media Index
☐ OESV Option contracts on the Dow Jones EURO STOXX® Cyclical Goods and Services Index	☐ OSTN Option contracts on the Dow Jones STOXX® 600 Construction and Materials Index
☐ OESX Option contracts on the Dow Jones EURO STOXX® 50	☐ OSTO Option contracts on the Dow Jones STOXX® 600 Food and Beverage Index
☐ OESY Option contracts on the Dow Jones EURO STOXX® Technology Index	☐ OSTR Option contracts on the Dow Jones STOXX® 600 Retail Index
☐ OESZ Option contracts on the Dow Jones EURO STOXX® Non-Cyclical Goods and Services Index	☐ OSTS Option contracts on the Dow Jones STOXX® 600 Basic Resources Index
☐ OFOX Option contracts on the Finnish Stock Index (OMXH25)	☐ OSTT Option contracts on the Dow Jones STOXX® 600 Telecommunications Index
☐ OGTI Option contracts on the Dow Jones Global Titans 50SM	☐ OSTU Option contracts on the Dow Jones STOXX® 600 Utilities Index
☐ OSMI Option contracts on the Swiss Market Index (SMI®)	☐ OSTV Option contracts on the Dow Jones STOXX® 600 Travel & Leisure Index
☐ OSTA Option contracts on the Dow Jones STOXX® 600 Automobiles & Parts Index	☐ OSTX Option contracts on the Dow Jones STOXX® 50
☐ OSTB Option contracts on the Dow Jones STOXX® 600 Banks Index	☐ OSTY Option contracts on the Dow Jones STOXX® 600 Technology Index
☐ OSTC Option contracts on the Dow Jones STOXX® 600 Chemicals Index	☐ OSTZ Option contracts on the Dow Jones STOXX® 600 Personal & Household Goods Index
☐ OSTE Option contracts on the Dow Jones STOXX® 600 Energy Index	☐ OTDX Option contracts on the TecDAX®

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 and Advanced Market Making Registration Form

1. Preface

Eurex addresses the following proposal to all market participants interested in the status of Permanent Market Maker (hereafter denoted as PMM) in all fixed income, equity and equity index options listed at Eurex. Eurex also addresses the following proposal to all market participants interested in the status of Advanced Market Maker (hereafter denoted as AMM) in pre-defined packages consisting of equity and equity index options listed at Eurex.

Permanent quotation will be permitted in all fixed income options as well as all stock and index options listed at Eurex.

PMMs are at liberty to choose the fixed income, stock and index options in which they wish to make a permanent market. AMMs, on the other hand, are at liberty to choose the package in which they wish to make a permanent market. However, the fixed income, stock and index options chosen or within the chosen package must be subject to a market making license between Eurex and the member. This registration therefore supplements the Market Maker license signed between Eurex and market making member firms.

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 Eurex, Product Design, 60485 Frankfurt, Fax: +49-69-211-1 44 61.

2. Permanent Market Maker and Advanced Market Maker Quotation Obligations and Trading Parameters

The quotation obligations and trading parameters of a PMM or AMM are detailed in the attached document “Market Maker Obligations at Eurex” and have to be fulfilled in their appropriate valid version.

3. Permanent Market Making in Equity Options

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

Products	Product ID	PMM	Products	Product ID	PMM	Products	Product ID	PMM
Equity Options								
Options on the Dow Jones EURO STOXX® 50 Index Components								
ABN Amro	AAR		Deutsche Telekom	DTE		RWE	RWE	
Aegon	AEN		Enel	ENL5		Saint-Gobain	GOB	
Ahold	AHO		E.ON	EOA		Sanofi-Synthelabo	SNW	
Air Liquide	AIR		ENI	ENT5		Sanpaolo IMI	PAO5	
Alcatel	CGE		Fortis	FO4		SAP	SAP	
Allianz Holding	ALV		France Télécom	FTE		Siemens	SIE	
AXA	AXA		Generali	ASG5		Société Générale	SGE	
BASF	BAS		ING	INN		Suez	LYO	
Bayer	BAY		Lafarge	CIL		Telecom Italia	TQI5	
BNP Paribas	BNP		L'Oréal	LOR		TIM	TIM5	
Carrefour	CAR		LVMH	MOH		Total	TOTB	
Crédit Agricole	XCA		Münchener Rückversicherung	MUV2		UniCredito Italiano	CRI5	
DaimlerChrysler	DCX		Nokia	NOA3		Unilever	UNI	
Danone	BSN		Philips	PHI1		Vivendi Universal	VVU	
Deutsche Bank	DBK		Royal Dutch	ROY				
Products	**Product ID**	**PMM**	**Products**	**Product ID**	**PMM**	**Products**	**Product ID**	**PMM**
Equity Options								
Options on the SMI® Index Components								
ABB	ABBN		Julius Bär	BAER		Swatch Group	UHRN	
Adecco	ADEN		Kudelski	KUD		Swiss Life Holding	SLHN	
Bâloise	BALN		Lonza	LONN		Swisscom	SCMN	
Ciba	CIBN		Nestlé	NESN		Syngenta	SYNN	
Cie Financière Richemont	CFR		Novartis	NOVN		Synthes	SYST	
Clariant	CLN		Roche	ROG		UBS	UBSN	
Credit Suisse	CSGN		Schweizerische Rückversicherung	RUKN		Unaxis Holding	UNAX	
Givaudan	GIVN		Serono	SEO		Zurich Financial Services	ZURN	
Holcim	HOLN		SGS Surveillance Holding	SGSN				

Application for the Granting of Market Maker Licenses at Eurex

Products	Product ID	PMM	Products	Product ID	PMM	Products	Product ID	PMM
Equity Options								
Options on Other Stocks								
Accor	ACR		Fiat	FIA5		Renault	RNL	
Adidas	ADS		Fortum Oyi	FOT		Sampo	SMPA	
AGF	AGF		Fresenius Medical Care	FME		SBM Offshore	SBMO	
Aixtron	AIX		General Electric	GEC		Schering	SCH	
Akzo Nobel	AKU		Getronics	GTO		Schneider Electric	SND	
Altana	ALT		Hagemeyer	HMY		Sodexho Alliance	SJ7	
ASML	ASM		Heineken	HNK		STMicroelectronics	SGM	
Autostrade	AOP5		Henkel	HEN3		Stora Enso	ENUR	
Aventis	AVE		Hypo Real Estate	HRX		Sulzer	SUN	
Banca Intesa	IES5		HypoVereinsbank	HVM		Sun	SSY	
Beiersdorf	BEI		IBM	IBM		Telecom Italia RNC	TQIR	
BMW	BMW		Infineon	IFX		TeliaSonera	TLSN	
Bouygues	BYG		Intel	INL		TF1	FSE	
Buhrmann	KNP		Karstadt Quelle	KAR		Thalès	CSF	
Cap Gemini	CGM		KPN	KPN		Thomson	TNM	
Casino Guichard	CAJ		Linde	LIN		ThyssenKrupp	TKA	
Cisco	CIS		Lufthansa	LHA		Tieto Enator	TTEB	
Citigroup	TRV		MAN	MAN		Time Warner	AOL	
Commerzbank	CBK		Mediaset	MDS5		T-Online	TOI	
Continental	CON		Metro	MEO		TNT	TNT	
Degussa	DGX		Microsoft	MSF		TUI	TUI	
Depfa	DEP		MLP	MLP		UPM-Kymmene	RPL	
Deutsche Börse	DB1		Mobilcom	MOB		Van der Moolen	VMH	
Deutsche Post	DPW		Neste Oil	NEF		Vedior	VED	
Deutsche Postbank	DPB		Numico	NUT		Veolia Environnement	VVD	
Dexia	DXB		Oracle	ORC		Versatel	VT3	
DSM	DSM		P&O Nedlloyd	NEL		Vinci	SQU	
EADS	EAD		Peugeot	PEU		VNU	VNU	
Elisa Communications	EIA		Pinault-Printemps	PPX		VW	VOW	
Elsevier	ELV		Porsche	POR3		Wolter Kluwer	WOS	
EMC	EMP		Puma	PUM				
Epcos	EPC		Quiagen	QIA				

Products	Product ID	PMM	Products	Product ID	PMM	Products	Product ID	PMM
EXTF Options								
DAX® EX	EXS1		iShares DJ EURO STOXX® 50	EUN2				
DJ EURO STOXX® 50 EX	EXW1		XMTCH on SMI	XMT				

4. Permanent Market Making in Equity Index Options

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

Products	Product ID	PMM	Products	Product ID	PMM
Options on					
Dow Jones Global Titans 50SM Index	OGTI		TecDAX® Index	OTDX	
Dow Jones STOXX® 50 Index	OSTX		SMI® Index	OSMI	
Dow Jones EURO STOXX® 50 Index	OESX		Dow Jones Italy Titans 30SM Index	O1TA	
DAX® Index	ODAX		OMX Helsinki 25 Index	OFOX	
Dow Jones STOXX® 600 Sector Indexes					
Automobiles & Parts	OSTA		Industrial Goods & Services	OSTG	
Banks	OSTB		Insurance	OSTI	
Basic Resources	OSTS		Media	OSTM	
Chemicals	OSTC		Personal & Household Goods	OSTZ	
Construction & Materials	OSTN		Retail	OSTR	
Oil & Gas	OSTE		Technology	OSTY	
Financial Services	OSTF		Telecommunications	OSTT	
Food and Beverage	OSTO		Travel & Leisure	OSTV	
Health Care	OSTH		Utilities	OSTU	
Dow Jones EURO STOXX® Sector Indexes					
Automobiles & Parts	OESA		Industrial Goods & Services	OESG	
Banks	OESB		Insurance	OESI	
Basic Resources	OESS		Media	OESM	
Chemicals	OESC		Personal & Household Goods	OESZ	
Construction & Materials	OESN		Retail	OESR	
Oil & Gas	OESE		Technology	OESY	
Financial Services	OESF		Telecommunications	OEST	
Food & Beverage	OESO		Travel & Leisure	OESV	
Health Care	OESH		Utilities	OESU	

5. Permanent Market Making in Fixed Income Options

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

Products	Product ID	PMM
Options on Euro Bund Future	OGBL	
Options on Euro Bobl Future	OGBM	
Options on Euro Schatz Future	OGBS	

6. Advanced Market Making

The AMM will provide liquidity as Market Maker on a near-continuous basis in the following packages (please tick the appropriate boxes). The package composition is set out in the document “Market Maker Obligations at Eurex” (attachment 3) in its respective valid version.

Package	Description	Package ID	AMM
Dow Jones EURO STOXX® 50	All options on DJ EURO STOXX® 50 index components listed at Eurex and the DJ EURO STOXX® 50 Index Option	ESX50	
DAX®	All options on DAX® index components listed at Eurex and the DAX® Index Option	DAX	
SMI®	All options on SMI® index components listed at Eurex and the SMI® Index Option	SMI	
Dutch	All Dutch equity options listed at Eurex	NL	
French	All French equity options listed at Eurex	FR	
Italian	All Italian equity options listed at Eurex and the Dow Jones Italy Titans 30SM Index Options	IT	
Scandinavian	All Scandinavian equity options listed at Eurex	SC	

7. Fees

Eurex PMMs in fixed income, stock and index options and Eurex AMMs in packages permitted for AMM will receive a refund of related fees defined in the Price List valid at the time, subject to fulfilment of the obligations set out in the attached document “Market Maker Obligations at Eurex” in its respective valid version.

8. Promotion of PMMs and AMMs

Eurex will promote PMMs, AMMs and the permanent market making concept by means of the following measures:

- Publication of the PMM and AMM concepts via circular, internet presence, direct mailings and further marketing and promotional initiatives
- Eurex media releases with a general presentation and promotion of the PMM and AMM concepts
- 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

9. Measures in Case of non-Fulfillment of Minimum Requirements

Should a PMM not fulfil the minimum requirements for PMMs, Eurex will take the following measures:

- Revert the member from PMM to Regular Market Making (RMM) status in products for which RMM is permitted
- Discontinue Promotion as a PMM

Should an AMM not fulfil the minimum requirements for AMMs, Eurex will take the following measures:

- Revert the member from AMM to PMM status for products in which PMM is permitted. Should minimum requirements for PMMs not be fulfilled, the member will also revert to Regular Market Making (RMM) status for products in which RMM is permitted
- Discontinue promotion as a AMM

The reimbursement of exchange fees as described in section 6 will not be granted unless the relevant market maker obligations for PMMs or AMMs have been fulfilled.

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

We declare that we will participate in Permanent Market Making or Advanced Market Making as set out in this document, in accordance with the quote obligations defined in the document “Market Maker Obligations at Eurex”

Place and Date

Company | Name | Authorized Signature