X-pand into the Future

e u r e x *circular 168/05*

Date: Frankfurt, September 13, 2005
Recipients: All Eurex members and vendors
Authorized by: Peter Reitz

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

SUEZ S.A. (LYO) - Capital Increase

Contact: Functional Helpdesk Equity Products, tel. +49-69-211-1 12 10

Content may be most important for:	**Attachments:**
➲ Front Office / Trading ➲ Middle + Back Office ➲ IT / System Administration	None

Summary:

On September 9, 2005, SUEZ determined details for the planned cash capital increase: New shares will be offered to SUEZ shareholders at a ratio of 9:1.

Subscription price for the new SUEZ shares will be EUR 20.60. The subscription period is scheduled to begin on **September 14, 2005**. As a consequence of the capital increase, an adjustment to the Eurex option on shares of SUEZ S.A. (LYO) will become necessary. This circular describes the adjustment procedure.

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Management Board:
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Daniel Gisler, Thomas Lenz,
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SUEZ S.A. (LYO) - Capital Increase

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The capital increase will be managed as follows:

- Nine existing SUEZ S.A. shares entitle to subscribe to one new share of SUEZ S.A.
- Subscription price for the new SUEZ S.A. shares will be EUR 20.60
  New SUEZ S.A. shares are entitled to full dividend for the fiscal year of 2005
- The subscription period will start on September 14, 2005

As a result of the capital increase, an adjustment to Eurex options on shares of SUEZ S.A. pursuant to Section 2.6.10.1 (2) of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich will be required. The Eurex Exchanges will calculate the adjustment factor (R-factor) on the basis of the Euronext closing auction price on the last cum trading day on September 13, 2005. The exercise prices will be reduced by multiplying them by the R-factor. The contract size will be increased in a way so that the original contract value will be maintained. Version number of the existing series will be increased by one.

The R-factor is calculated as follows:
R = ((number of existing shares/number of new shares) * (1- (issue price of new shares/closing auction price))) + (issue price of new shares/closing auction price)

The adjusted series and the resulting new contract sizes will be published via the **Market Supervision Messages** window immediately after trading on September 13, 2005.

Upon exercise of an adjusted series, cash payment will be made for the number of shares in excess of the standard contract size.

New series with the version number 0 and a standard contract size of 100 will be introduced with effect from September 14, 2005. All outstanding orders and quotes will be deleted after close of trading on the last cum trading day on September 13, 2005.

The product ISIN of SUEZ S.A. (FR0000120529) will remain unchanged.

On the days prior to the corporate action the **Contract Cover Assignment Entry** window should be used to delete all allocations of shares covering short call positions for the LYO product.

In case of any changes, we will advise you in due time.

Please contact the Functional Helpdesk Equity Products on tel. +49-69-211-1 12 10 should you have any further questions.

Frankfurt, September 13, 2005

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