eurexbonds circular 36/05

Recipients: Eurex Bonds Participants
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Content may be most appropriate for Business Management, Trading Contacts and Back-Office Staff

New Eurex Bonds Fee Model

Dear All,

Effective July 1, 2005 a new fee model will be introduced on Eurex Bonds primarily to encourage increased volumes on the trading platform. Changes have been made in three areas: 1) trading fees, 2) annual fees for shareholders, 3) mistrade fees.

1) Trading Fees

The trading fees in the new model are determined by three factors:

- Shareholdership: Shareholders have to pay a lower fee than non-Shareholders (or even receive payments for orderbook trades where they take the non-Aggressor role).
- Trade Size: Larger trades lead in general to a lower trading fee per million.
- Aggressor/Non-Aggressor Role: for each trade the Non-Aggressor is charged a lower fee than the Aggressor.

The applicable fees can be deducted from the following tables:

Shareholder		
Trade Size [mn EUR]	Non-Aggressor	Aggressor
0.5	**- 2**	**9**
50	**- 2**	**8**
>= 250	**- 3**	**7**

Non-Shareholder		
Trade Size [mn EUR]	Non-Aggressor	Aggressor
0.5	**7**	**14**
50	**6**	**12**
>= 250	**5**	**10**

The two tables show the fee (in Euro) per million traded nominal volume for three different trade sizes. Negative fees indicate payments from Eurex Bonds to the participant.

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The applicable table depends on whether the participant is shareholder or not. The applicable column depends on whether the participant is aggressor or non-aggressor for a trade.

For trade sizes not identical to those indicated in the above tables the applicable fee is linearly interpolated from the fees stated for the trade size below and the trade size above the size of the current trade.

For example a Non-Shareholder who is Non-aggressor for a trade sized 20 million is charged 6.61 EUR per million for this trade.

2) Annual Fees for Shareholders

The annual fees for Shareholders are raised to €100,000. For 2005 the change is retroactive so that each shareholder will have to pay an additional €75,000 for 2005. The annual fee for Non-Shareholders remains unchanged.

3) Mistrade Fees

A Mistrade Transaction can be cancelled by Eurex Bonds as specified in the "Terms and Conditions for Participation and Trading on Eurex Bonds". The participant that filed a Mistrade Application shall be charged a handling fee of EUR 500. All transaction and clearing fees associated with the cancelled Mistrade Transaction shall be cancelled.

Should you have any further questions regarding the new fee model, please do not hesitate to call the Eurex Bonds Info line at +49 (0) 69 – 211 – 11222.

Kind regards,
Eurex Bonds