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To: All Eurex members and vendors

Date: Frankfurt, 19th November 1999

1. Editorial changes to the Rules and Regulations and the Price List
2. Stock Option Position Limits

Dear Sir or Madam,

Please note the following information:

1. Editorial changes to the Rules and Regulations and the Price List

On 10th November 1999 the Executive Board of the Eurex exchanges made the decision, effective immediately, to make the following editorial changes to the Conditions for Trading at Eurex Deutschland and Eurex Zürich, the Clearing Conditions for Trading at Eurex Deutschland and Eurex Zürich and the Price List:

a) In 1999, the procedure to determine the Final Settlement Price of the DAX Future (FDAX), DAX Option (ODAX) and MDAX Future (FMDX) products was changed. Since then, the Final Settlement Price has no longer been defined on the basis of the floor trading of Frankfurt Stock Exchange (FWB) but on the basis of Xetra.

   As no more contracts exist which are calculated according to the old procedure, the references to the earlier method of calculation of the Final Settlement Price have been deleted in the Conditions for Trading at the Eurex Exchanges (see Appendix 1) and in the Clearing Conditions for Trading at the Eurex Exchanges (FDAX/FMDX: see Appendix 2, ODAX: see Appendix 3).

b) As a result of the conversion to euro, the prevailing positions in the MDAX Future, DAX Future and DAX option were split into Round Lot and Odd Lot contracts.

   The Odd Lot contracts of the MDAX Future and DAX Future (FMDY and FDAY) are no longer admitted to trading. Therefore, the text relating to these products in the Conditions for Trading at the Eurex Exchanges (see Appendix 1) and the Price List (see Appendix 2) has been deleted.

   The Odd Lot contract of the DAX option (ODAY) is likely to be tradable until 22nd December 2000. The definition of the index multiplication factors due to the euro conversion therefore require an adjustment to section 2.2.2.1 of the Conditions for Trading at the Eurex Exchanges (see Appendix 1) and Section 2.2.2 of the Price List (see Appendix 3).

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The SMI Option with a contract value of CHF 5.00 per index point has been suspended from trading since 19th July 1999. As a result, section 2.2.2.17 of the Conditions for Trading at the Eurex Exchanges (see Appendix 1) and section 2.2.17 of the Price List (see Appendix 4) have been amended.

c) Since 21st June 1999 the whole set of DAX products has been calculated exclusively on the basis of prices determined on the electronic trading system of the Frankfurt Stock Exchange (Xetra Indices). The calculation of the DAX on the basis of the floor trading at the Frankfurt Stock Exchange was suspended from that date. This requires a modification to section 2.2.2.6 paragraph 3 of the Conditions for Trading at the Eurex Exchanges (see Appendix 1).

Attached you will find the updated subsections of the Conditions for Trading at Eurex Deutschland and Eurex Zürich, the Clearing Conditions for Trading at Eurex Deutschland and Eurex Zürich and the Price List.

Deleted text is struck through; new text is underlined.

If you have any questions, our Index Products help-desk on Tel. +49 (0)69-2101-1220 will be pleased to assist you.

2. Stock Option Position Limits

You will also find attached a table of the current position limits applicable to stock options traded at Eurex. Please forward the new table to the appropriate staff member in your organisation.

If you have any questions, please contact the Equity Products help-desk on +49 (0)69-2101-1210.

Yours sincerely,

Jürg Spillmann

Hartmut Klein

Attachments

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2 Part

Contract Specifications

2.1.3 Sub-Subpart

Specifications for Futures Contracts on the German Stock Index (DAX Futures)

2.1.3.1 Subject Matter of Contract

(1) A DAX Future is a futures contract on the German Stock Index (DAX). The publications of the Frankfurt Stock Exchange shall determine the composition, weighting and calculation of the DAX. The value of a contract shall be 25 EUR per index point ~~(round lot). This regulation shall only apply in the event that the conversion factor is lower than DM 2.~~

(2) After the close of trading in the contract, the seller of a DAX Future shall pay in cash any difference between the agreed price and the higher final settlement price. The purchaser of a DAX Future shall pay in cash any difference between the agreed price and the lower final settlement price.

The final settlement price shall be determined by the Eurex Exchanges on the final settlement day for a contract (subsection 2.1.3.2 paragraph (2) sentence 2) according to the value of the DAX based on the auction prices for the securities comprising the DAX fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra) during an intra-day auction determined by the Boards of Management of the Eurex Exchanges. *

(3) If any changes are made in the calculation of the DAX or its composition or weighting such that the concept of the DAX appears to be no longer comparable with the concept that applied when a futures contract was admitted to trading, the Boards of Management of the Eurex Exchanges may order the termination of trading in such contract as of the last trading day prior to the change in the DAX. Open positions shall be settled in cash upon the termination of trading. The final value of the DAX, calculated on the basis of the auction prices for the securities comprising the DAX fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra) during an intra-day auction determined by the Boards of Management of the Eurex Exchanges, shall be used. New contracts shall be introduced in accordance with subsection 2.1.3.2. *

~~* Such method of calculation does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts which will be introduced in the future, the term of which ends in 1998. With respect to the calculation of the final settlement price (paragraph (2)) of such contracts the value of the DAX on such date, which will be calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the DAX shall be used. With respect to the settlement price (paragraph (3)) of such contracts the final value of the DAX, calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the DAX, shall be used. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the final settlement price and the cash settlement price shall continue to be calculated on the final settlement day on the basis of the final value of the DAX on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the DAX until the start of production of Xetra Release 3.~~

2.1.3.2 Term, Close of Trading

(1) Terms expiring on the final settlement day of the next, the second succeeding and the third succeeding quarter-end months (March, June, September, December) are available for trading at the Eurex Exchanges. The longest term of a contract is thus nine months.

(2) The last trading day of a contract shall be the final settlement day. The final settlement day shall be the third Friday of the relevant quarter-end month; provided, however, that if such Friday is not an Exchange day, the last trading day prior to such Friday shall be the final settlement day. Trading shall close upon the start of the call phase of the intra-day auction in the electronic trading system of the Frankfurt Stock Exchange (Xetra) as determined by the Boards of Management of the Eurex Exchanges. *

~~* Paragraph 2 does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts which will be introduced in the future, the term of which ends in 1998. With respect to these contracts the last trading day shall be the Exchange day prior to the final settlement day. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the last trading day shall continue to be the Exchange day prior to the final settlement day until the start of production of Xetra Release 3.~~

2.1.3.3 Price Gradations

The prices of the contracts shall be quoted in index points with one decimal place. ~~With respect to the round lot~~ The minimum change in price ("Tick") shall be 0.5 index points (12.50 EUR).

2.1.3.4 Performance, Cash Settlement

(1) The performance day shall be the Exchange day after the last trading day of the contract. *

~~* Such method does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts, which will be introduced in the future, the term of which ends in 1998. With respect to these contracts the second Exchange day after the last trading day shall be the performance day. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the performance day shall continue to be the second Exchange day after the final settlement day until the start of production of Xetra Release 3.~~

~~2.1.3.5 DAX Future Odd Lot~~

~~A DAX Future Odd Lot is a futures contract on the German Stock Index (DAX), for which subsections 2.1.3.1 through 4 shall apply with the following exceptions:~~

~~- The value of the odd lot is the difference in EUR to be calculated using the conversion factor.~~

- With respect to the odd lot the minimum change in price ("Tick") shall be 1 index point. The amount in euro shall be calculated using the conversion factor.

2.1.5 Sub-Subpart

Specifications for Futures Contracts on the Midcap DAX (MDAX-Futures)

2.1.5.1 Subject Matter of Contract

(1) An MDAX Future is a futures contract on the Midcap DAX (MDAX). The publications of the Frankfurt Stock Exchange shall determine the composition, weighting and calculation of the MDAX. The value of a contract shall be 5 EUR per index point (round lot). This regulation shall only apply in the event that the conversion factor is lower than DM 2.

(2) After the close of trading in the contract, the seller of an MDAX future shall pay in cash any difference between the agreed price and the higher final settlement price. The purchaser of an MDAX future shall pay in cash any difference between the agreed price and the lower final settlement price.

The final settlement price shall be determined by the Eurex Exchanges on the final settlement day for a contract (subsection 2.1.5.2 paragraph (2) sentence 2) according to the value of the MDAX based on the auction prices for the securities comprising the MDAX fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra) in an intra-day auction determined by the Boards of Management of the Eurex Exchanges. *

(3) If any changes are made in the calculation of the MDAX or its composition or weighting such that the concept of the MDAX appears to be no longer comparable with the concept that applied when a futures contract was admitted to trading, the Boards of Management of the Eurex Exchanges may order the termination of trading in such contract as of the last trading day prior to the change in the MDAX. Open positions shall be settled in cash upon the termination of trading. The final value of the MDAX, calculated on the basis of the auction prices for the securities comprising the MDAX fixed by the electronic trading system of the Frankfurt Stock Exchange (XETRA) in an intra-day auction determined by the Boards of Management of the Eurex Exchanges, shall be used. New contracts shall be introduced in accordance with subsection 2.1.5.2. *

* Such method of calculation does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts which will be introduced in the future, the term of which ends in 1998. With respect to the calculation of the final settlement price (paragraph (2)) of such contracts the value of the MDAX on such date, which will be calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the MDAX shall be used. With respect to the settlement price (paragraph (3)) of such contracts the final value of the MDAX, calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the MDAX, shall be used. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the final settlement price and the cash settlement price shall continue to be calculated on the final settlement day on the basis of the final value of the MDAX on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the MDAX until the start of production of Xetra Release 3.

2.1.5.2 Term, Close of Trading

(2) The last trading day of a contract shall be the final settlement day. The final settlement day shall be the third Friday of the relevant quarter-end month; provided, however, that if such Friday is not an Exchange day, the last trading day prior to such Friday shall be the final settlement day. Trading shall close upon the start of the call phase of the intra-day auction in the electronic trading system of the Frankfurt Stock Exchange (Xetra) as determined by the Boards of Management of the Eurex Exchanges. *

~~* Paragraph 2 sentence 1 and 3 does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts which will be introduced in the future, the term of which ends in 1998. With respect to these contracts the last trading day shall be the Exchange day prior to the final settlement day. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the last trading day shall continue to be the Exchange day prior to the final settlement day until the start of production of Xetra Release 3.~~

2.1.5.3 Price Gradations

The prices of the contracts shall be quoted in index points with one decimal place. ~~With respect to the round lot~~ The minimum change in price (”Tick”) shall be 0.5 index points (2.50 EUR).

2.1.5.4 Performance, Cash Settlement

(1) The performance day shall be the Exchange day after the last trading day of the contract. *

~~* Such method does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts, which will be introduced in the future, the term of which ends in 1998. With respect to these contracts the second Exchange day after the last trading day shall be the performance day. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the performance day shall continue to be the second Exchange day after the final settlement day until the start of production of Xetra Release 3.~~

~~2.1.5.5 MDAX Future Odd Lot~~

~~An MDAX Future Odd Lot is a futures contract on the Midcap DAX (MDAX), for which subsections 2.1.5.1 through 4 shall apply with the following exceptions:~~

~~- The value of the odd lot is the difference in EUR to be calculated using the conversion factor.~~

~~- With respect to the odd lot the minimum change in price (“Tick“) shall be 1 index point. The amount in euro shall be calculated using the conversion factor.~~

2.2 Subpart

Contract Specifications for Options Contracts

2.2.2 Sub-Subpart

Specifications for Options Contracts on the German Stock Index (DAX Options)

2.2.2.1 Subject Matter of Contract

(1) The option contract relates to the German Stock Index (the "DAX"). The publications of the Frankfurt Stock Exchange shall determine the composition, weighting and calculation of the DAX. The value of an option contract shall be 5 EUR per index point (round lot~~). This regulation shall only apply in the event that the conversion factor is lower than DM 2.~~

(2) If any changes are made in the calculation of the DAX or its composition and weighting such that the concept of the DAX appears to be no longer comparable with the concept that applied when the option was admitted to trading, the Boards of Management of the Eurex Exchanges may order the termination of trading in such option as of the last trading day prior to the change in the DAX. Open positions shall be settled in cash upon the close of trading. The final value of the DAX, on the basis of the auction prices for the securities comprising the DAX fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra) in an intra-day auction determined by the Boards of Management of the Eurex Exchanges, shall be used. New contracts shall be introduced in accordance with subsection 2.2.2.6. *

~~* Such method of calculation does not apply to option series already introduced and those which will be introduced in the future, the term of which ends in 1998. With respect to the calculation of the cash settlement of such option series, the final value of the DAX calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the DAX, shall be used. In addition thereto, the following shall apply to other option series: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the cash settlement shall continue to be calculated on the basis of the final value of the DAX, calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the DAX until the start of production of Xetra Release 3.~~

2.2.2.2 Call Option (Call)

(3) The final settlement price shall be determined by the Eurex Exchanges on the exercise day of the contract on the basis of the value of the DAX based on the auction prices of the securities comprising the DAX fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra) in an intra-day auction determined by the Boards of Management of the Eurex Exchanges *.

~~* Such method of calculation does not apply to option series already introduced and those which will be introduced in the future, the term of which ends in the course of 1998. With respect to the calculation of the final settlement price of such option series the average of the values of the DAX fixed on the Frankfurt Stock Exchange during the period from 1:21 p.m. CET to 1:30 p.m. CET on such day shall be used. In addition thereto, the following shall apply to other option series: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the final settlement price shall continue to be calculated on the basis of the values of the DAX fixed on~~

~~the Frankfurt Stock Exchange during the period from 1:21 p.m. CET to 1:30 p.m. CET on the exercise day until the start of production of Xetra Release 3.~~

2.2.2.5 Term, Close of Trading, Expiration Day

(2) The last trading day of an option series shall be the last day on which such option series is available to the Exchange Participants for trading and clearing through the EDP system of the Eurex Exchanges; such day shall be the third Friday of the relevant month; provided, however, that if such Friday is not an Exchange day, the last trading day shall be the Exchange day prior to such Friday. Trading shall close on the last trading day upon the start of the call phase of the intra-day auction in the electronic trading system of the Frankfurt Stock Exchange (Xetra) as determined by the Boards of Management of the Eurex Exchanges ~~*~~. The expiration day for an option series shall be the Exchange day following the last trading day.

~~* Such method of calculation does not apply to option series already introduced and those which will be introduced in the future, the term of which ends in the course of 1998. With respect to such option series the close of trading shall be 1:30 p.m. CET on the last trading day. In addition thereto, the following shall apply to other option series: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the close of trading shall continue to be 1:30 p.m. CET on the last trading day until the start of production of Xetra Release 3.~~

2.2.2.6 Exercise Prices

(3) Option series with new exercise prices shall be introduced for an existing expiration month no later than at the beginning of the Pre-Trading Period of a given Exchange day in the event that the last determination of the DAX ~~on the Frankfurt Stock Exchange (FWB)~~, effected on the basis of the prices (Xetra-DAX) fixed in the electronic trading system (Xetra) on the Frankfurt Stock Exchange (FWB), at the close of trading of the DAX options on the Eurex Exchanges on the two preceding Exchange days has exceeded or fallen below the average of the third- and second-highest or the third- and second-lowest then-existing exercise prices, as the case may be. In the event that no ~~Frankfurt Stock Exchange~~Xetra- DAX is available at the close of trading of the DAX options on the Eurex Exchanges, the reference price shall be ~~the DAX then~~ determined ~~in the electronic trading system of the Frankfurt Stock~~by the Eurex Exchanges. A new option series shall generally not be introduced if it would expire in fewer than 5 Exchange days, unless market conditions make such introduction necessary.

2.2.2.11 DAX Option Odd Lot

The options contract refers to the German Stock Index (DAX). Subsections 2.2.2.1 through 10 shall apply with the following exceptions:

- The value of an option contract is EUR 0.11 per index point ~~the~~ (odd lot). ~~is the difference in EUR to be calculated using the conversion factor.~~

- With respect to the odd lot the value of an index point is EUR 0.11 and equivalent to a “Tick” in the system. ~~shall be calculated using the conversion factor.~~

- With respect to the odd lot the minimum change in price ~~(“Tick“)~~ shall be 1 index point (EUR 0.11). ~~The amount in Euro shall be calculated using the conversion factor.~~

2.2.17 Sub-Subpart

Specifications for Options Contracts on the Swiss Market Index (SMI Option)

2.2.17.1 Subject Matter of Contract

(1) The options contract relates to the Swiss Market Index (SMI), which is a capital-weighted price index. The publications of the Swiss Stock Exchange SWX shall determine the composition, weighting and calculation of the SMI. The value of an options contract shall be CHF 10 per index point. *

~~* For SMI options admitted to trading prior to July 20, 1998, the value of an options contract shall be CHF 5.~~

Appendix 2

Clearing Conditions for Trading at Eurex Deutschland and Eurex Zürich

2.1.3 Sub-Subpart

Settlement of Futures Contracts on the German Stock Index (DAX Futures)

2.1.3.1 General Provisions

(1) Eurex Clearing AG shall be a contracting party to all payments arising out of the settlement of DAX futures contracts.

(2) Clearing Members must fulfill their payment obligations in accordance with the instructions of Eurex Clearing AG.

(3) The following shall apply to the procedures for payment pursuant to paragraph (1): All payments shall be made directly between the Clearing Members through LZB on the Exchange day following the final settlement day. All Clearing Members must ensure their ability to effect payments on the due date thereof by having sufficient credit balances in their account at LZB.

2.1.3.2 Daily Settlement

(1) For each contract, profits and losses arising out of open positions on any Exchange day will be determined at the end of the Post-Trading Period and credited to or debited from the internal cash clearing account. For open positions from the previous Exchange day, the amount to be credited or debited shall equal the difference between the daily settlement prices of the contract in question on the relevant Exchange day and the previous Exchange day. For transactions on the relevant Exchange day, the amount to be credited or debited shall equal the difference between the price at which the transaction was concluded and the daily settlement price for such Exchange day.

(2) The daily settlement price shall be determined on the basis of the price of the last transaction entered into during the final 15 minutes of trading on an Exchange day. If it is not possible to determine a price pursuant to the above provision, or if the price so deter-mined does not reflect the true market conditions, Eurex Clearing AG shall determine the settlement price.

(3) Paragraph (1) shall apply to the legal relationship between General Clearing Members or Direct Clearing Members and the Non-Clearing Members represented by them mutatis mutandis.

2.1.3.3 Margin Requirements

(1) The basic provisions for the margin requirements are set forth in subsections 1.3.1 to 1.3.5.

(2) The provisions of subsection 2.1.1.3 shall apply mutatis mutandis.

2.1.3.4 Performance

(1) Open positions from the last trading day of a contract shall be balanced on the final settlement day by means of a net payment credited to or debited from the internal cash clearing account of the Clearing Member. Such payment shall equal the difference between the final settlement price of such contract and such contract's daily settlement price (subsection 2.1.3.2) on the Exchange day preceding the last trading day.

(2) The final settlement price shall be determined by Eurex Clearing AG on the final settlement day for a contract based on the value of the DAX on such day, which will be calculated on the basis of the auction prices for the securities comprising the DAX in the intra-day auction determined by Eurex Clearing AG fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra).*

* ~~Such method of calculation does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts which will be introduced in the future, the term of which ends in 1998. With respect to the calculation of the final settlement price of such contracts the value of the DAX on such date, which will be calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the DAX, shall be used. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the final settlement price shall continue to be calculated on the final settlement day on the basis of the final value of the DAX on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the DAX until the start of production of Xetra Release 3.~~

2.1.3.5 Default in Payment

Defaults or technical defaults in payment shall be subject to the provisions of subsection 1.7.1 paragraph (4) or subsection 1.7.2 paragraph (5) respectively.

2.1.4 (deleted)

2.1.5 Sub-Subpart

Settlement of Futures Contracts on the Midcap DAX (MDAX-Futures)

2.1.5.1 General Provisions

(1) Eurex Clearing AG shall be a contracting party to all payments arising out of the settlement of MDAX futures contracts.

(2) Clearing Members must fulfill their payment obligations in accordance with the instructions of Eurex Clearing AG.

(3) The following shall apply to the procedures for payment pursuant to paragraph (1): All payments shall be made directly between the Clearing Members through LZB on the Exchange day following the final settlement day. All Clearing Members must ensure their ability to effect payments on the due date thereof by having sufficient credit balances in their account at LZB.

2.1.5.2 Daily Settlement

(1) For each contract, profits and losses arising out of open positions on respective Exchange day will be determined at the end of the Post-Trading Period and credited to or debited from the internal cash clearing account. For open positions of the previous Exchange day the amount to be credited or debited shall be calculated on the basis of the difference between the daily settlement prices of the contract in question on the relevant Exchange day and the previous Exchange day. For transactions on the relevant Exchange day, the amount to be credited or debited shall be calculated on the basis of the difference between the price of the transaction and the daily settlement price of the relevant Exchange day.

(2) The daily settlement price shall be determined on the basis of the price of the last transaction entered into during the final 15 minutes of trading on a Exchange day. If it is not possible to determine a price pursuant to the above provision, or if the price having been determined according thereto does not reflect the true market conditions, Eurex Clearing AG shall determine the settlement price.

(3) Paragraph (1) shall apply to the legal relationship between General Clearing Members or Direct Clearing Members and the Non-Clearing Members represented by them mutatis mutandis.

2.1.5.3 Margin Requirements

(1) The basic provisions for the margin requirements are set forth in subsections 1.3.1 to 1.3.5.

(2) The provisions of subsection 2.1.1.3 shall apply mutatis mutandis.

2.1.5.4 Performance

(1) Open positions from the last trading day of a contract shall be balanced on the final settlement day by means of a net payment credited to or debited from the internal cash clearing account of the Clearing Member. Such payment shall equal the difference between the final settlement price of such contract and such contract's daily settlement price (subsection 2.1.3.2) on the previous Exchange day.

(2) The final settlement price shall be determined by Eurex Clearing AG on the final settlement day for a contract based on the value of the MDAX on such day, which will be calculated on the basis of the auction prices for the securities comprising the MDAX of the intra-day auction determined by Eurex Clearing AG fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra).*

~~* Such method of calculation does not apply to contracts already introduced, the term of which ends in 1998, and not to those contracts which will be introduced in the future, the term of which ends in 1998. With respect to the calculation of the final settlement price of such contracts the value of the MDAX on such date, which will be calculated on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the MDAX, shall be used. In addition thereto, the following shall apply to all other contracts: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the final settlement price shall continue to be calculated on the final settlement day on the basis of the final value of the MDAX on the basis of the opening prices fixed by the Frankfurt Stock Exchange of the securities comprising the MDAX until the start of production of Xetra Release 3.~~

2.1.5.5 Default in Payment

Defaults or technical defaults in payment shall be subject to the provisions of subsection 1.7.1 paragraph (4) or subsection 1.7.2 paragraph (5) respectively.

2.1.3 German Stock Index (DAX) Future

with respect to German Stock Index (DAX) Futures ~~(round lot)~~, fees for:

a. order matching		
- trade	per contract	0.50 EUR
b. trade administration		
- trade separation	per transaction	0.00 EUR
- trade adjustment	per transaction	0.00 EUR
- trade transfer	per transaction	0.00 EUR
c. position administration		
- position closing adjustment if these do not take place between 1:30 p.m. on the day of trade and before 1:30 p.m. of the following trading day	per transaction	1.00 EUR
- position transfer	per transaction	0.00 EUR
d. settlement of trades and positions		
- cash settlement	per contract	0.50 EUR

~~with respect to German Stock Index (DAX) Futures (odd lot)[1], fees for:~~

~~a. order matching~~		
~~- trade (Agent) Opening~~	~~per contract~~	~~0.50 EUR~~
~~- trade (Agent) Closing~~	~~per contract~~	~~0.00 EUR~~
~~- trade (Principal, Market Maker)~~	~~per contract~~	~~0.00 EUR~~
~~b. trade administration~~		
~~- trade separation~~	~~per transaction~~	~~0.00 EUR~~
~~- trade adjustment~~	~~per transaction~~	~~0.00 EUR~~
~~- trade transfer~~	~~per transaction~~	~~0.00 EUR~~
~~c. position administration~~		
~~- position closing adjustment if these do not take place between 1:30 p.m. on the day of trade and before 1:30 p.m. of the following trading day~~	~~per transaction~~	~~1.00 EUR~~
~~- position transfer~~	~~per transaction~~	~~0.00 EUR~~
~~d. settlement of trades and positions~~		
~~- cash settlement~~	~~per contract~~	~~0.00 EUR~~

2.1.4 (deleted)

~~[1] As from April 1, 1999 onwards such fee shall equal the fee with respect to round lot contracts.~~

2.1.5 Midcap DAX Future (MDAX-Future)

with respect to MDAX-Futures ~~(round lot)~~,fees for:

a. order matching		
- trade	per contract	0.10 EUR
b. trade administration		
- trade separation	per transaction	0.00 EUR
- trade adjustment	per transaction	0.00 EUR
- trade transfer	per transaction	0.00 EUR
c. position administration		
- position closing adjustment if these do not take place between 1:30 p.m. on the day of trade and 1:30 p.m. on the following trading day	per transaction	0.20 EUR
- position transfer	per transaction	0.00 EUR
d. settlement of trades and positions		
- Cash Settlement	per contract	0.10 EUR

~~with respect to MDAX-Futures (odd lot)[2], fees for:~~

~~a. order matching~~		
~~- trade (Agent) Opening~~	~~per contract~~	~~0.10 EUR~~
~~- trade (Agent) Closing~~	~~per contract~~	~~0.00 EUR~~
~~- trade (Principal, Market Maker)~~	~~per contract~~	~~0.00 EUR~~
~~b. trade administration~~		
~~- trade separation~~	~~per transaction~~	~~0.00 EUR~~
~~- trade adjustment~~	~~per transaction~~	~~0.00 EUR~~
~~- trade transfer~~	~~per transaction~~	~~0.00 EUR~~
~~c. position administration~~		
~~- position closing adjustment if these do not take place between 1:30 p.m. on the day of trade and before 1:30 p.m. of the following trading day~~	~~per transaction~~	~~0.20 EUR~~
~~- position transfer~~	~~per transaction~~	~~0.00 EUR~~
~~d. settlement of trades and positions~~		
~~- Cash Settlement~~	~~per contract~~	~~0.00 EUR~~

~~[2] As from April 1, 1999 onwards, such fee shall equal the fee with respect to round lot contracts.~~

Appendix 3

Clearing Conditions for Trading at Eurex Deutschland and Eurex Zürich

2.2.2 Sub-Subpart

Settlement of Options Contracts on the German Stock Index (DAX Options)

2.2.2.1 General Provisions

(1) Eurex Clearing AG shall be a contracting party to all payments arising out of the exercise and assignment of options contracts.

(2) Clearing Members must, in accordance with instructions of Eurex Clearing AG, make payments in respect of exercises and assignments of positions for the Clearing of which they are responsible.

(3) Eurex Clearing AG will inform each Clearing Member of the options contracts assigned to it on the morning of the Exchange day after exercise.

(4) The following provisions shall apply to the procedures for payments pursuant to paragraph (1):

All payments shall be made directly between the Clearing Members through LZB on the Exchange day following the exercise day; this shall also apply if the exercise is not assigned to the writer until the Exchange day following the exercise day. All Clearing Members must ensure their ability to effect payments on the due date thereof through sufficient credit balances in their account at LZB.

2.2.2.2 Option Premiums

The balance of the option premiums ("Net Premium") to be paid by the Clearing Members pursuant to subsection 2.2.2.4 of the Conditions for Trading at the Eurex Exchanges and to be reimbursed by Eurex Clearing AG shall be payable by the time specified by Eurex Clearing AG on the Exchange day following the conclusion of the transaction, but generally prior to the commencement of trading on the Eurex Exchanges on such Exchange day.

2.2.2.3 Margin Requirements

(1) The basic provisions for margin requirements are set forth in subsections 1.3.1 through 1.3.5. In addition thereto, the following conditions apply:

(2) Margin must generally be maintained to cover the costs of a potential closing of all positions at their daily settlement price ("Premium Margin"). The daily settlement price of an option series is the price of the last transaction entered into in such option series during the final 15 minutes of a trading day. If no transactions are entered into in such option series during such period, or if the use of such daily settlement price would not result in a margin requirement that would be adequate to cover the risk assessment of Eurex Clearing AG, Eurex Clearing AG shall determine the daily settlement price.

(3) For purposes of calculating the margin requirements for all option series, net long positions shall be treated as credit balances.

(4) In addition to the foregoing margin requirements ("Premium Margin"), a further margin requirement ("Additional Margin") shall be calculated in an amount sufficient to cover any change to the cost of closing all options positions assuming the least favorable price developments, as determined by Eurex Clearing AG, until the next calculation of margin.

2.2.2.4 Cash Settlement

(1) Exercised and assigned options positions shall be settled by means of a compensating payment credited to or debited from the internal cash clearing account of the Clearing Member.

(2) The cash settlement shall be equal to the difference between the exercise price of the option series and its final settlement price. The final settlement price shall be determined by Eurex Clearing AG on the exercise day of the option series. The value of the DAX, the basis of which are the auction prices of the intra-day auction determined by Eurex Clearing AG fixed by the electronic trading system of the Frankfurt Stock Exchange (Xetra) of the securities comprising the DAX, shall be used.*

~~*) Such method of calculation does not apply to option series already introduced and those which will be introduced in the future, the term of which ends in the course of 1998. With respect to the calculation of the final settlement price of such option series the average of the values of the DAX fixed on the Frankfurt Stock Exchange during the period from 1:21 p.m. to 1:30 p.m. CET on such day shall be used. In addition thereto, the following shall apply to other option series: In the event of Xetra Release 3 not being in operation at the beginning of January 1999 at the latest, the final settlement price shall continue to be calculated on the basis of the values of the DAX fixed on the Frankfurt Stock Exchange during the period from 1:21 p.m. to 1:30 p.m. CET on the exercise day until the start of production of Xetra Release 3.~~

2.2.2.5 Default in Payment

Defaults or technical defaults in payment shall be subject to the provisions of subsection 1.7.1 paragraph (4) or subsection 1.7.2 paragraph (5) respectively.

2.2.2 Options on the German Stock Index (DAX)

with respect to Options on the German Stock Index (DAX) (round lot and odd lot), fees for:

a. order matching

- trade	per contract	0.75 EUR
- trade (Market Maker)	per contract	0.10–0.20 EUR

If the Market Maker requirements are met, transaction fees for trades (Market Maker) shall be reimbursed, the amount of which shall depend on the turnover, so that the actual fees are as follows:

Traded contracts per month in M-accounts		
1 - 25.000	per contract	0.20 EUR
25.001 - 50.000	per any further contract	0.15 EUR
more than 50.000	per any further contract	0.10 EUR

b. trade administration

- trade separation	per transaction	0.00 EUR
- trade adjustment	per transaction	0.00 EUR
- trade transfer	per transaction	0.00 EUR

c. position administration

- position closing transaction	per transaction	0.00 EUR
- position transfer	per transaction	0.00 EUR
- position transfer from Market Maker account	per contract	0.00 EUR

d. settlement of trades and positions

- exercise	per contract	0.75 EUR
- exercise (Market Maker)	per contract	0.10-0.20 EUR
- exercise adjustment	per transaction	0.00 EUR

If the Market Maker requirements have been met, so that transaction fees will be reimbursed in accordance with section 2.2.2 a), then rebates will be given to Market Makers for exercise, so that the actual fees for exercises (Market Maker) on the basis of contracts traded in M-accounts per months are as follows:

traded contracts per month in M-accounts:	actual fees per exercised contract:
- up to 25.000	0.20 EUR
- up to 50.000	0.15 EUR
- more than 50.000	0.10 EUR

~~with respect to German Stock Options (odd lot)[1], fees for~~

~~a. order matching~~

~~- trade (Agent, Principal) Opening per contract 0.75 EUR~~

[1] ~~As from April 1, 1999 onwards, such fee shall equal the fee with respect to round lot contracts.~~

- trade (Agent, Principal) Closing	per contract	0.00 EUR
- trade (Market Maker)	per contract	0.00 EUR

b. trade administration

- trade separation	per transaction	0.00 EUR
- trade adjustment	per transaction	0.00 EUR
- trade transfer	per transaction	0.00 EUR

c. position administration

- position closing transaction	per transaction	0.00 EUR
- position transfer	per transaction	0.00 EUR
- position transfer from Market Maker account	per contract	0.00 EUR

d. settlement of trades and positions

- exercise	per contract	0.00 EUR
- exercise (Market Maker)	per contract	0.00 EUR
- exercise adjustment	per transaction	0.00 EUR

Appendix 4

Price List

2.2.17 SMI Option

with respect to SMI Options ~~with contract size 10 (OSMI)~~, fees for:

a. order matching		
- trade	per contract	1.50 CHF
- trade (Market Maker)	per contract	0.30 CHF
b. trade administration		
- trade separation	per transaction	0.00 CHF
- trade transfer	per transaction	0.00 CHF
- adjustment of an opening/closing transaction	per transaction	0.00 CHF
c. position administration		
- position closing transaction	per transaction	0.00 CHF
- position transfer	per transaction	0.00 CHF
- position transfer from Market Maker account	per contract	1.20 CHF
d. settlement of trades and positions		
- exercise	per contract	1.50 CHF
- exercise (Market Maker)	per contract	0.30 CHF
- exercise adjustment	per transaction	0.00 CHF

~~with respect to SMI Options with contract size 5 (OSMI), fees for:~~

~~a. order matching~~		
~~- trade~~	~~per contract~~	~~0.75 CHF~~
~~- trade (Market Maker)~~	~~per contract~~	~~0.15 CHF~~
~~b. trade administration~~		
~~- trade separation~~	~~per transaction~~	~~0.00 CHF~~
~~- trade transfer~~	~~per transaction~~	~~0.00 CHF~~
~~- adjustment of an opening/closing transaction~~	~~per transaction~~	~~0.00 CHF~~
~~c. position administration~~		
~~- position closing transaction~~	~~per transaction~~	~~0.00 CHF~~
~~- position transfer~~	~~per transaction~~	~~0.00 CHF~~
~~- position transfer from Market Maker account~~	~~per contract~~	~~0.60 CHF~~
~~d. settlement of trades and positions~~		
~~- exercise~~	~~per contract~~	~~0.75 CHF~~
~~- exercise (Market Maker)~~	~~per contract~~	~~0.15 CHF~~
~~- exercise adjustment~~	~~per transaction~~	~~0.00 CHF~~

Eurex Stock Option Position Limits

Option on the underlying		General Position limits No. of contracts	Position limits for members with market making admission No. of contracts
ABB Asea Brown Boveri N	ABBN	450,100	1,350,300
Adecco N	ADEN	25,600	76,800
Adidas AG	ADS	6,900	20,700
Allianz-Vers. AG	ALV	55,200	165,600
Algroup N	ALUB	9,500	28,500
BASF AG	BAS	93,600	280,800
Bayer AG	BAY	109,600	328,800
Bayerische Hypo- u. Vereinsbank AG	HVM	58,400	175,200
BMW St. AG	BMW	70,000	210,000
Ciba Spezialitätenchemie Holding N	CIBN	99,700	299,100
Clariant N	CLN	21,900	65,700
Commerzbank AG	CBK	75,000	225,000
Consors Discount-Broker AG	CSO	6,600	19,800
Credit Suisse Group N	CSGN	408,200	1,224,600
DaimlerChrysler AG	DCX	150,300	450,900
Degussa – Hüls AG	DHA	11,800	35,400
Deutsche Bank AG	DBK	91,900	275,700
Deutsche Telekom AG	DTE	340,900	1,022,700
Dresdner Bank AG	DRB	77,800	233,400
EM.TV & Merchandising AG	ETV	9,000	27,000
Fresenius Medical Care AG	FME	5,300	15,900
Henkel KGaA Vz.	HEN3	9,000	27,000
Hoechst AG	HOEC	63,000	189,000
Holderbank I	HOL	8,200	24,600
Karstadt AG	KAR	8,900	26,700
Linde AG	LIN	17,900	53,700
Lonza Group	LONN	10,000	30,000
Lufthansa AG	LHA	57,300	171,900
MAN AG	MAN	12,500	37,500
Mannesmann AG	MMN	58,500	175,500
METRO AG	MEO	22,800	68,400
Mobilcom AG	MOB	3,300	9,900
Münch. Rückvers. AG	MUV2	53,100	159,300
Nestlé N	NESN	59,200	177,600
Nokia Oyj A	NOA3	182,000	546,000
Novartis N	NOVN	108,200	324,600
Preussag AG	PRS	19,500	58,500
Rentenanstalt N	RAN	17,700	53,100
Roche GS	ROG	105,400	316,200
RWE St. AG	RWE	71,000	213,000
Sair Group N	SRN	19,100	57,300
SAP AG Vz.	SAP3	6,600	19,800
Schering AG	SCH	10,200	30,600
Schweiz. Rückversicherung N	RUKN	21,500	64,500
Siemens AG	SIE	87,900	263,700
Sonera-Yhtymä Oyj	SOY	54,200	162,600
Sulzer N	SUN	5,500	16,500
Swisscom N	SCMN	38,100	114,300
The Swatch Group N	UHRN	22,400	67,200
Thyssen Krupp AG	TKA	77,200	231,600
UBS N	UBSN	322,200	966,600
UPM-Kymmene Oyj	RPL	40,000	120,000
Veba AG	VEB	75,500	226,500
VIAG AG	VIA	103,800	311,400
Volkswagen St. AG	VOW	46,800	140,400
Zürich Allied N	ZUAN	73,000	219,000

General position limits:
1,5 % of the capital freely available for trading

Position limits for members with market making admission:
three times the general position limit

November 1999