X-pand into the Future

# e u r e x *circular 106/06*

**Date:** Frankfurt, May 26, 2006
**Recipients:** All Eurex members and vendors
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## MLP AG: Extraordinary Dividend

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| **Content may be most important for:** | **Attachments:** |
|---|---|
| Ü Front Office / Trading<br>Ü Middle + Back Office<br>Ü Auditing / Security Coordination | none |


**Summary:**

On **May 31, 2006**, the company's annual general meeting will suggest to its shareholders the payment of an extraordinary dividend of EUR 0.30 in addition to the ordinary dividend of EUR 0.30.

You were already informed on November 11, 2005 via the **Market Supervision Messages** window that an adjustment to the existing series of Eurex options on shares of MLP AG (MLP) would be required.

This circular contains a description of the adjustment procedure.



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Management Board:
Daniel Gisler, Thomas Lenz,
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# MLP AG: Extraordinary Dividend

On May 31, 2006, the annual general meeting of MLP AG will suggest to its shareholders the payment of an extraordinary dividend of EUR 0.30 in addition to the ordinary dividend of EUR 0.30.

Ex day will be June 1, 2006.

As a result of this extraordinary dividend, an adjustment to the Eurex options on shares of MLP AG pursuant to Section to 2.6.10.1 (1) of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich will be required.

The procedure will be as follows:

The closing auction price of the MLP AG share on the last cum trading day, May 31, 2006, will be the basis for the adjustment. First, this price will be reduced by the ordinary dividend. The resulting price will serve for determining the adjustment factor (R-factor):

S1 = Closing auction price of the MLP AG share

S2 = S1 minus ordinary dividend

S3 = S2 minus extraordinary dividend

R-factor = S3/S2

Adjustment of strike prices will be made by multiplying by the R-factor. The contract size will be increased accordingly, so that the original contract value is maintained.

C1 = old contract size

C2 = new contract size

X1 = old strike price

X2 = new strike price

C2 = (C1*X1)/X2

Strike prices and contract sizes resulting from the adjustment will be published immediately after close of trading on the last cum trading day, May 31, 2006, via the **Market Supervision Messages** window. The version number of existing series will be increased by 1. New series with the standard contract size of 100 and version number 0 will be introduced with effect from the ex day. All outstanding orders and quotes will be deleted after close of trading on the last cum trading day.

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

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 MLP product.

Should you have any further questions, please contact the Functional Helpdesk Equity and Equity Index Products at tel. +49-69-211-1 12 10.

Frankfurt, May 26, 2006

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