eurex bonds circular 15/10

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Recipients: All Members of Eurex Bonds
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New Covered Bonds Auction on Eurex Bonds

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Content may be most important for:	**Attachment:**
➲ All departments	Powerpoint Presentation: Auctions on Eurex Bonds as of April 1, 2010

Summary:

As a result of consultations with traders in connection with the Association for Financial Markets in Europe (AFME) held at the end of last year, Eurex Bonds will be launching a new auction for covered bonds effective **April 1, 2010**.

The emphasis will be placed on trader participation and feedback in the instrument selection process.

The circular contains all essential information and parameters.

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New Covered Bonds Auction on Eurex Bonds

As a result of consultations with traders in association with AFME held at the end of last year, Eurex Bonds will be launching a new auction for covered bonds effective April 1, 2010.

The emphasis will be placed on trader participation and feedback in the instrument selection process. It will include the following parameters:

Number of instruments:

- The total number of bonds is to remain in the range of between 20 and 40.
- The number of instruments in each of the two-minute auction buckets will be kept as small as possible, ideally to a maximum of six.

Size:

- The minimum issue size is EUR 1 billion.

Maturity:

- The focus will be on the most recent issues, i.e. the last three months.

Issuer Country and Issuers:

- All major European countries will be included.
- There is no explicit issuer selection planned. In case of dealer requests, additional bonds can be included.

Traders are polled directly. They are required to give their feedback on a monthly basis.

The timeline of the process for March is as follows:

Process Step	Date
Traders are contacted via e-mail for their feedback on the auction instrument list.	Every second to last Wednesday of the month, e.g. March 24.
Traders should submit their feedback/comments on this suggested instrument list.	2 days after the e-mail, e.g. March 26.
Updated auction instrument list will be published via circular.	Every last Wednesday of the month, e.g. March 31.
Eurex Bonds will specify the new auction instrument list in the auction.	Every first business day of the month, e.g. April 1.

Eurex Bonds is looking forward to working with the traders to meet market requirements for the start on April 1, 2010.

Frankfurt, March 16, 2010



Auctions on Eurex Bonds

April 1, 2010

Required Auction Parameters: Market feedback

In order to improve auction trading at Eurex Bonds, a transparent auction instrument selection process will be implemented starting April 2010.

As a result of market feedback the following will be considered:

- Total number of bonds: 20 to 40
- Number of instruments per auction bucket: as small as possible, ideally a maximum of 6
- Minimum issue size: EUR 1bn
- Instrument focus: recent issues - last 3 months
- No explicit issuer selection: All major European countries will be included.
- In case of dealer requests, additional bonds can also be added
- Eurex Bonds is and remains a B2B trading platform. No access is granted to brokers and/or investors

Instrument selection process and timeline

Monthly review of the auction instrument selection

- Eurex Bonds will update the instrument selection on a monthly basis following dealer feedback
- New issues will be added to the respective maturity buckets immediately and older issues (older than three months) will be removed from the auction trading at the end of the month
- Results will be published via Eurex Bonds Circulars to all market participants

Auction instrument selection process	Schedule
Traders will be contacted via email for their feedback on the auction instrument list	Every second to last Wednesday of the month, e.g. March 24th
Traders should submit their feedback / comments on this suggested instrument list	2 days after the email, e.g. March 26th
Updated auction instrument list will be published via circular	Every last Wednesday of the month, e.g. March 31st
Eurex Bonds will list the new auction instrument list in the auction	Every first business day of the month, e.g. April 1st

Eurex Bonds' Proposal for Instrument Selection

The Instrument selection will be performed according to the following criteria:	Follow the rule
Covered bonds of Germany, France, Spain, Italy, Portugal, UK, Denmark, the Netherlands, Sweden and Finland denominated in Euro	
Maturity restriction (end of 2022)	
Minimum issued volume EUR 1 billion	
Select the most recently issued bonds – within the last 3 months	
Total number of bonds per bucket should ideally be kept as small as possible	
Dealer feedback appreciated and will be considered	

- The instrument selection will be performed by Eurex Bonds, in conjunction with market feedback
- Continuous review of the bond selection
- Results will be published via circulars
- All issues listed at Eurex Bonds not included in auctions are still tradable during continuous trading

Suggested Instrument List: April 1, 2010

Subject to dealer feedback

eurex bonds

ISIN	Name	Maturity Date	First Settle Dt	Schedule *
XS0479630013	SPNTAB 21.01.2013 2,5%	21-Jan-13	21-Jan-10	11:06 -11:08
XS0479878570	UBS 21.01.2013 2,375%	21-Jan-13	21-Jan-10	11:06 -11:08
FR0010849117	CFF 25.01.2013 2,25%	25-Jan-13	25-Jan-10	11:06 -11:08
FR0010851337	ACACB 29.01.2013 2,25%	29-Jan-13	29-Jan-10	11:06 -11:08
FR0010852707	CDEE2 04.02.2013 2,25%	04-Feb-13	04-Feb-10	11:06 -11:08
DE000EH1AAD8	EUROHYPO 18.02.2013 2%	18-Feb-13	18-Feb-10	11:06 -11:08
DE000DXA1M21	DEXIA HYPO 11.03.2013 1,875%	11-Mrz-13	11-Mrz-10	11:06 -11:08
ES0413860182	BANSAB 20.01.2014 3,125%	20-Jan-14	20-Jan-10	11:08 -11:10
XS0478265274	BACR3 14.01.2015 3.125%	14-Jan-15	14-Jan-10	11:10 -11:12
PTBB5JOE0000	BPIPL 15.01.2015 3,25%	15-Jan-15	15-Jan-10	11:10 -11:12
FR0010844423	CMCICB 21.01.2015 3,125%	21-Jan-15	21-Jan-10	11:10 -11:12
ES0413900202	SANTAN 28.01.2015 3,125%	28-Jan-15	28-Jan-10	11:10 -11:12
XS0483829320	SCBCC 03.02.2015 3%	03-Feb-15	03-Feb-10	11:10 -11:12
DE000WLB28L2	WESTLB 26.02.2015 2.75%	26-Feb-15	26-Feb-10	11:10 -11:12
DE000A1CR966	WESTF BKB 01.09.2015 2,5%	01-Sep-15	25-Feb-10	11:10 -11:12
DE000DXA1MV5	DEXIA HYPO 12.01.2017 3,375%	12-Jan-17	12-Jan-10	11:12 -11:14
FR0010843375	BNPPCB 12.01.2017 3,375%	12-Jan-17	12-Jan-10	11:12 -11:14
DE000A1A6PY8	HYPO REAL EST 18.01.2017 3,375	18-Jan-17	18-Jan-10	11:12 -11:14
ES0413211345	BBVSM 18.01.2017 3,625%	18-Jan-17	18-Jan-10	11:12 -11:14
XS0478492415	NBHSS 18.01.2017 3,5%	18-Jan-17	18-Jan-10	11:12 -11:14
XS0478979551	DNBNOR 20.01.2017 3,375%	20-Jan-17	20-Jan-10	11:12 -11:14
FR0010849174	HSBC3 20.01.2017 3,375%	20-Jan-17	20-Jan-10	11:12 -11:14
XS0493713902	SNSSNS 10.03.2017 3.625%	10-Mrz-17	10-Mrz-10	11:12 -11:14
IT0004587363	BPIM3 31.03.2017 3.625%	31-Mrz-17	03-Mrz-10	11:12 -11:14
FR0010857946	CMCICB 25.04.2017 3,5%	25-Apr-17	18-Feb-10	11:12 -11:14
FR0010859777	DEXMA 26.02.2018 3,625%	26-Feb-18	26-Feb-10	11:14 -11:16
IT0004558794	UBIIM 16.12.2019 4%	16-Dez-19	16-Dez-09	11:14 -11:16
XS0479696204	INTNED 17.01.2020 4%	17-Jan-20	18-Jan-10	11:14 -11:16
PTCG2YOE0001	CXGD 27.01.2020 4,25%	27-Jan-20	27-Jan-10	11:14 -11:16
FR0010857672	CRH 19.02.2020 3,75%	19-Feb-20	19-Feb-10	11:14 -11:16
FR0010859967	BNPSCF 26.02.2020 3.75%	26-Feb-20	26-Feb-10	11:14 -11:16
FR0010850982	DEXMA 26.01.2022 4,25%	26-Jan-22	26-Jan-10	11:16 -11:18
FR0010855155	SOCSCF 15.02.2022 4.125%	15-Feb-22	15-Feb-10	11:16 -11:18
XS0491009659	BACR4 02.03.2022 4.25%	02-Mrz-22	02-Mrz-10	11:16 -11:18

*** Times are CET**