p a n d
n e w s l e t t e r
N° 20 / April 2000 Zurich – Frankfurt/Main
eurex

# CBoT/Eurex Alliance Update: A Global Liquidity Network

On October 1, 1999, the Chicago Board of Trade and Eurex entered into an agreement to create a joint venture company that will operate a single global electronic trading system. This alliance is the first of its scale in the world – creating a state-of-the-art network that will serve members and customers of the world's leading exchanges. The new platform is scheduled to launch in summer, 2000. The initial phase focuses on migrating CBoT electronic trading to the new platform. This phase is limited to CBoT firms that opted to participate in the initial launch.

Already 85 of the world's leading financial firms have signed on to trade from day one. At the launch, all CBoT interest rate, index and agricultural products currently available on Project A® will be traded on the CBoT/Eurex Alliance platform. Additionally, futures and futures-options on six new Dow Jones℠ indices will be listed on the new system. The 85 firms participating in the initial connection phase have requested 120 different network connections from numerous U.S. and international sites.

Participating firms will be linked to the Alliance platform via a dedicated wide-area communication network (WAN), and can connect from virtually anywhere in the world. At the launch, trading will take place around the globe, including the U.S., Germany, UK and Japan.

### Direct Access to CBoT Products

Many Eurex members have expressed interest in trading CBoT products directly on the Alliance platform. This will be possible at the start of the second phase during the 4th quarter 2000.

All current Eurex members that complete the following steps will be eligible to trade CBoT products directly on the Alliance platform during the second phase:

- obtain CBoT member trading privileges
- establish a clearing relationship with a CBoT clearing member firm
- successfully complete the technical connection process to the Alliance platform.

Firms interested in trading CBoT products should contact an Alliance Sales representative in order to initiate this process.

For information on accessing CBoT products on the Alliance platform contact Jim Chrystal, T +1 (0)312-435 46 88, e-mail: JCHR50@CBOT.com or Javier Tordable, T +1 (0)312-782 22 23, e-mail: Javier_Tordable@exchange.de or contact T +49 (0)69-21 01-15 20, F +49 (0)69-21 01-15 21.

*continued page 2*

Content

1
CBoT/Eurex Alliance Update: A Global Liquidity Network

2
Eurex Introduces Equity Options on Epcos, Infineon and Intershop

3
News + Dates

3
Training & Education April and May 2000

4
List of CBoT Products

*continued*

**Directly Accessing Eurex Products**

CBoT firms (and other non-Eurex member firms) must become Eurex members in order to obtain direct electronic access to Eurex products. Accessing Eurex products and initiating Eurex membership is independent of the CBoT/Eurex Alliance launch date and can be started immediately. Many of the CBoT member firms that have signed up for the CBoT/Eurex Alliance platform have already chosen a multimarket configuration. That allows them to access both markets using the same front end infrastructure once they have become members of Eurex.

For information on accessing Eurex products on the Alliance platform and Eurex membership please contact your local representative office. Contact details for each country are available at www.eurexchange.com/top/top_contacts.html

*For a list of products initially available for trading on the Alliance platform see page 4*

# Eurex Introduces Equity Options on Epcos, Infineon and Intershop

In response to customer demand, on March 20, 2000 Eurex introduced options on the German equities Epcos, Infineon and Intershop. The three new classes of stock options were issued in accordance with the current concept for German stock options. They belong to the Group B category and have expirations of 1, 2, 3, 6, 9 up to a maximum of 12 months.

Epcos became a component of the DAX index on February 14, 2000 taking the place of Mannesmann. Therefore, the introduction of options on Epcos represents a realignment that reflects the changes to the component issues of the DAX.

Infineon started trading on the Frankfurt Stock Exchange on March 13, 2000 and was the second largest IPO ever in Germany aside from the Deutsche Telekom flotation. On their first day of trading Infineon shares broke exchange records, trading 34 million shares with an equivalent value of EUR 2.63 million. In total, 694,000 buy and sell orders were registered with Exchange brokers.

With the launch of options on Intershop, Eurex is extending the list of optionable New Market securities following the successful introduction of EM.TV, Mobilcom and Consors in September 1999. The inauguration of options trading on Intershop is a response to the increase in its turnover and market capitalization, as well as the high level of interest in that market segment.

In keeping with its goal to provide market participants with a wide range of liquid products, Eurex launched six Dutch Equity and three Italian Options on March 20. In May, Eurex will list options on six French stocks.

For more information on equity options please contact
Nadja Urban,
T +49 (0)69-21 01-51 05, e-mail: Nadja_Urban@exchange.de

# Eurex on its Way to Japan **Eurex Increases Contract Size of Dow Jones STOXX Nordic 30SM Future and Option** Dates in May

### Breaking New Ground – Eurex is on its Way to Japan

Eurex was granted approval to directly connect new Japanese exchange participants from Japan to its global liquidity network.

Market participants in Japan showed significant interest accessing the Eurex platform directly from Japan at the inaugural Online Securities Trading Japan 2000 Trade Show which took place in Tokyo on March 22–23.

For more information on the presence of Eurex in the Asia-Pacific region or a direct participation from Japan please contact Ernst Bünemann: T +49 (0)69-21 01-86 33, e-mail: Ernst_Buenemann@exchange.de

### Eurex Increases Contract Size of Dow Jones STOXX Nordic 30SM Future and Option

Eurex will increase the contract size of the Dow Jones STOXX Nordic 30SM future and option. The new contract size for both products will be EUR 10 per index point.

Trading in the previous version of the STOXX 30SM products has been suspended since February 24, 2000.

The introduction procedures are as follows: the existing option on the Dow Jones STOXX Nordic 30SM index (ONOR) and future on the Dow Jones STOXX Nordic 30SM index (FNOR) have been de-listed.

A new future and option on the Dow Jones STOXX Nordic 30SM index was introduced on March 27. Exchange codes and ISIN numbers will be unchanged from the previous products.

Transaction fees for Market Makers in the option on the Dow Jones STOXX Nordic 30SM index will be waived up to and including June 30, 2000.

For more information on the STOXX 30SM future and option please contact Peter Sack: T +49 (0)69-21 01-53 16, e-mail: Peter_Sack@exchange.de

### Dates in May

**May 15 and 16, 2000**
Eurex/Handelsblatt
Seminar for Retail Investors, Stuttgart

**May 16–17, 2000**
FOW's 2nd Derivatives & Risk Expo,
Marriott World Trade Centre, New York

# Member Training **Training & Education** Derivatives Market

| | Course | April | May |
|---|---|---|---|
| **Traders Examination** | Colloquium for Eurex Traders Examination | 12.04.2000 **P**<br>24.04.2000 **C**<br>25.04.2000 **C** | |
| | Eurex Traders Examination | 17.04.2000 **H**<br>19.04.2000 **L**<br>20.04.2000 **L**<br>25.04.2000 **P** | Wk. of May 01 **C**<br>08.05.2000 **N**<br>15.05.2000 **H** |
| **System Training** | Eurex Functional Member Training | 12.04.2000 **L**<br>18.04.2000 **P**<br>19.04.2000 **C** | 09.05.2000 **P**<br>15.05.2000 **L** |
| | System Training for Eurex Clearing | 12.04.2000 **F**<br>13.04.2000 **L**<br>19.04.2000 **P** | 10.05.2000 **P** |
| | Refresher Clearing Workshop | 14.04.2000 **L**<br>20.04.2000 **P** | 11.05.2000 **P** |
| | Clearer Test Evidence of Vocational Aptitude for Backoffice Staff | 17.04.2000 **H**<br>18.04.2000 **L**<br>26.04.2000 **P** | 15.05.2000 **H** |

**C** Chicago **F** Frankfurt **H** Helsinki **L** London **N** New York **P** Paris

# List of CBoT Products

| | Product Name |
|---|---|
| **Financial Products** | U.S. Treasury Bond Futures |
| | Options on U.S. Treasury Bond Futures |
| | 10-Year U.S. Treasury Note Futures |
| | Options on 10-Year U.S. Treasury Note Futures |
| | 5-Year U.S. Treasury Note Futures |
| | Options on 5-Year U.S. Treasury Note Futures |
| | 2-Year U.S. Treasury Note Futures |
| | Options on 2-Year U.S. Treasury Note Futures |
| | CBOT® Long Term FANNIEMAE® Benchmark and FREDDIEMAC® Reference Note Futures |
| | CBOT® Long Term FANNIEMAE® Benchmark and FREDDIEMAC® Reference Note Options on Futures |
| | CBOT® Medium Term FANNIEMAE® Benchmark and FREDDIEMAC® Reference Note Futures |
| | CBOT® Medium Term FANNIEMAE® Benchmark and FREDDIEMAC® Reference Note Options on Futures |
| | 30-Day Fed Funds Futures |
| | Long-Term Municipal Bond Index Futures |
| | Options on Long-Term Municipal Bond Index Futures |
| **Index Products** | CBOT® Dow Jones℠ Industrial Average* Futures |
| | CBOT® Dow Jones℠ Industrial Average* Futures Options |
| | CBOT® Dow Jones℠ Global Titans* Futures |
| | CBOT® Dow Jones℠ Global Titans* Futures Options |
| | CBOT® Dow Jones℠ Composite Average* Futures |
| | CBOT® Dow Jones℠ Composite Average Futures Options |
| | CBOT® Dow Jones℠ Transportation Average* Futures |
| | CBOT® Dow Jones℠ Transportation Average* Futures Options |
| | CBOT® Dow Jones℠ Utility Average* Futures |
| | CBOT® Dow Jones℠ Utility Average Futures Options |
| | CBOT® Dow Jones℠ AIG Index Futures |
| | CBOT® Dow Jones℠ AIG Index Futures Options |
| | CBOT® Dow Jones℠ Composite Internet Index* Futures |
| | CBOT® Dow Jones℠ Composite Internet Index* Futures Options |
| **Commodities** | Corn Futures |
| | Options on Corn Futures |
| | Oat Futures |
| | Options on Oat Futures |
| | Rough Rice Futures |
| | Options on Rough Rice Futures |
| | Soybean Futures |
| | Options on Soybean Futures |
| | Soybean Oil Futures |
| | Options on Soybean Oil Futures |
| | Soybean Meal Futures |
| | Options on Soybean Meal Futures |
| | Wheat Futures |
| | Options on Wheat Futures |
| | 100-ounce Gold Futures |
| | 5,000-ounce Silver Futures |

* "Dow Jones℠", "The Dow℠", "Dow Jones Industrial Average℠" and "DJIA℠" are service marks of Dow Jones & Company, Inc. and have been licensed for use for certain purposes by the Board of Trade of the City of Chicago (CBOT®). The CBoT's futures and futures options contracts based on the Dow Jones Industrial Average℠ are not sponsored, endorsed, sold, or promoted by Dow Jones℠, and Dow Jones℠ makes no representation regarding the advisability of trading in such products.

eurex

www.eurexchange.com

**Published by:**
Eurex Communications

© Eurex, April 2000

**Order number:**
E6E-003-0400

Eurex Zürich AG
Selnaustrasse 30
CH-8021 Zürich

Eurex Frankfurt AG
Börsenplatz 7–11
D-60313 Frankfurt/Main

**To order further copies of this brochure:**
T +41 (0)1-229 29 89
F +41 (0)1-229 29 90

T +49 (0)69-21 01-15 10
F +49 (0)69-21 01-15 11

Eurex®, DAX®, MDAX®, SMI®, are registered trademarks. STOXX® is a registered trademark of STOXX Limited. FOX™ is a trademark of Helsinki Securities and Derivatives Exchange Clearing House Ltd.