X-pand into the Future

e u r e x *circular 067/07*

Date: Frankfurt, April 13, 2007
Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Peter Reitz

U **High priority**

Fixed Income Futures:
Reversal of the Decision to reduce Minimum Price Change in Calendar Spreads

Euro-Bobl Futures and Options: Reduction of Tick Size

Related Eurex Circulars: 035/07

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Content may be most important for:	**Attachments:**
Ü All departments	none

Summary:

In their session on April 4, 2007 the Management Boards of the Eurex Exchanges decided to revoke the decision to reduce the minimum price change in calendar spreads for Euro-Bund- and Euro-Bobl Futures taken in their session on February 7, 2007.

Besides, the Management Boards of the Eurex Exchanges agreed in above session to reduce, as of **June 8, 2007**, the possible minimum price change (tick size) for futures contracts on a notional medium-term debt security of the Federal Republic of Germany (Euro-Bobl Future) from the current 0.01 percent to 0.005 percent in the future for both the regular order books and calendar spreads. The possible minimum price change of the corresponding options on futures contracts on a notional medium-term debt security of the Federal Republic of Germany (Options on Euro-Bobl Futures) will also be reduced from 0.01 percent to 0.005 percent. Thus, as of June 8, 2007, the tick value in Euro-Bobl Futures and in Options on Euro-Bobl Futures will be EUR 5.00.

The change will be made after close of trading (22:00 CET) on June 7, 2007. Please note that all orders for Euro-Bobl Futures existing in the system that night will be deleted and, if desired, will have to be re-entered the following morning, June 8, 2007.

Fixed Income Futures:
Reversal of the Decision to reduce Minimum Price Change in Calendar Spreads
Euro-Bobl Futures and Options: Reduction of Tick Size

In their session on April 4, 2007 the Management Boards of the Eurex Exchanges decided to revoke the decision to reduce the minimum price change in calendar spreads for Euro-Bund- and Euro-Bobl Futures which was taken in their session on February 7, 2007 and would have become effective on May 21, 2007. The reversal was agreed on after a considerable amount of exchange participants, following in-depth analysis, saw problems in executing synthetic orders at reduced price intervals in the individual order books, which will inevitably appear in integrated order books with different minimum price changes for spread orders and individual orders.

Besides, the Management Boards of the Eurex Exchanges agreed in their session on April 4, 2007 to reduce, effective June 8, 2007, the possible minimum price change (tick size) for futures contracts on a notional medium-term debt security of the Federal Republic of Germany (Euro-Bobl Future) from the current 0.01 percent to 0.005 percent in the future for both the regular order books and calendar spreads. The possible minimum price change of the corresponding options on futures contracts on a notional medium-term debt security of the Federal Republic of Germany (Options on Euro-Bobl Futures) will also be reduced from 0.01 percent to 0.005 percent. Thus, as of June 8, 2007, the tick value in Euro-Bobl Futures and in options on Euro-Bobl Futures will be EUR 5.00.

The change will be made after close of trading (22:00 CET) on June 7, 2007. Please note that all orders for Euro-Bobl Futures existing in the system that night will be deleted and, if desired, will have to be re-entered the following morning, June 8, 2007.

The new product parameters will be available in the Eurex simulation environment as of Monday, April 30, 2007.

Frankfurt, April 13, 2007