eurexbonds circular 41/07

Date: Frankfurt, 30 May 2007
Recipients: All Eurex Bonds members
Authorized by: Bernd Fritzke

U **High Priority**

Updated Eurex Bonds Pricing Model - Version 7.3

Contact: Bernd Fritzke (+49 69 211 1 7989)

Content may be most important for:	**Attachments:**
Ü Front Office / Trading Ü Middle + Back Office Ü Auditing / Security Coordination	• Eurex Bonds Pricing Model 7.3 • Eurex Bonds Pricing Model 7.3 (change track version)

Effective **1 June 2007** Eurex Bonds will update its pricing model in chapter 2.2 "**Transaction Fees**".

The changes concern the parameters for **"Block Pre-arranged Trades",** the new **low-fee price segment for pre-arranged trades.** Compared to Pricing Model 7.2. the minimum ticket size required for Block Pre-Arranged Trades has been reduced by 40%, for certain segments even by 70%.

This change has been made on member request to further increase the attractiveness and application range of the new pricing segment. Block Pre-arranged Trades have to fulfill the following two conditions (starting June 1):

Condition 1: (a) The nominal trade size is at least 30 million Euros and the traded instrument is either a government-issued instrument or a basis instrument (i.e. German and European government Bonds, Treasury Discount papers, inflation-linked bonds and all Basis instruments).

or

(b) the nominal trade size is at least 15 million Euros and the traded instrument is neither a government-issued instrument nor a basis instrument (i.e. all instruments where (a) is not applicable).

Condition 2: The counterparties to the trade are neither the issuer of the instrument* nor acting on behalf of the issuer *).

***** For basis trades: issuer of the underlying bond

For background information on the topic please see Eurex Bonds Circular 30/07 (Introduction of Block Pre-arranged Trading).

Eurex Bonds GmbH
D-60485 Frankfurt/Main
www.eurex-bonds.com

Contact:
T +49-69-211-1 1222
F +49-69-211-1 7003
info@eurex-bonds.com

General Managers:
Christian Klapproth,
Marcel Naas,
Peter Reitz

Gesellschaft mit beschränkter Haftung
mit Sitz in Frankfurt/Main
HRB Nr. 49370
Amtsgericht Frankfurt/Main
USt Id 04523253333