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e u r e x *circular 130/07*

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Recipients: All Trading Members of Eurex Deutschland and Eurex Zürich and Vendors
Authorized by: Peter Reitz

U **High priority**

French/Dutch Stocks: Introduction of four new Options

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Content may be most important for:

Ü All departments

Attachments:

1. Updated section of Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland and Eurex Zürich: Annex B

Only on Eurex website:

2. Market Maker Obligation at Eurex

Summary:

In their session on June 27, 2007 the Management Boards of the Eurex Exchanges decided to introduce four new options on

- the French underlying instruments Air France, Alstom and Vallourec as well as
- the Dutch underlying instrument Randstad.

The new products will be available for trading as of **July 23, 2007**. As of August 1, 2007 the new options will be comprised in the corresponding Eurex Market-Making programs.

1. French/Dutch Stocks: Introduction of four new Options

1. Introduction Date

In their session on June 27, 2007 the Management Boards of the Eurex Exchanges decided to introduce four new options on the French underlying instruments Air France, Alstom and Vallourec as well as on the Dutch underlying instrument Randstad as of July 23, 2007.

2. Product Parameters and Contract Specifications

Products Stock options Currency: EUR	Product ISIN	Product code	Country code	Contract size	Minimum price change	ISIN of underlying instrument
Air France	FR0000031122	AFR	FR	100	0.01	FR0000031122
Alstom	FR0010220475	AOM	FR	100	0.01	FR0010220475
Randstad	NL0000379121	RSH	NL	100	0.01	NL0000379121
Vallourec	FR0000120354	VAC	FR	100	0.01	FR0000120354

For each product the three next successive monthly expiration dates will be available, the three following quarterly expiration dates of the cycle March, June, September and December, the next four semi-annual expiration dates of the cycle June and December as well as the two following yearly expiration dates of the December cycle.

Contract specifications for the individual products can be found on the Eurex website as of the start of trading under the link:

www.eurexchange.com > Trading > **Products > Equity Derivatives > Equity Options**

3. Risk Parameters

Margin parameters will be announced in due time via the theoretic price file and on the Eurex website under

www.eurexchange.com > Clearing > Risk & Margining > Risk Parameters

A separate circular will not be published on this subject. The corresponding data will be available two weeks before start of trading at the latest. Participants will be informed via a newsboard message.

4. Mistrade Parameters

For trading the new options contracts the Implementation Regulations for the Handling of Erroneous Entries at Eurex Deutschland and Eurex Zürich will apply unchanged. The parameters can be found under the path:

www.eurexchange.com > Documents > Rules & Regulations > Mistrade Regulations

5. Market-Making

The new products will be included in the corresponding Eurex Market-Making programs effective August 1, 2007. Market Makers in French stock options can choose between three different market-making schemes, Market Maker in Dutch stock options between two of the following:

- Regular Market-Making (RMM)
- Permanent Market-Making (PMM)
- Advanced Market-Making (AMM)

Inclusion of the new products in the French or Dutch Market-Making package, respectively, will not result in an adjustment of the admissible exceptions in the corresponding package.

The table “Other options” of the document “Market Maker Obligations at Eurex” will be extended as follows:

Product	Product code	Spread class	Minimum quote size (contracts)		Maturity Range for PMM/AMM (up to months)	AMM Package ID
			RMM	(up to months)		
Options on						
Other stocks						
Air France	AFR	4	50	20	12	FR
Alstom	AOM	9	50	20	12	FR
Randstad	RSH	4	NA	20	12	NL
Vallourec	VAC	9	50	20	12	FR

Spread classes 4 and 9 comprise the following obligations:

Bid up to (EUR)	Maximum Spreads (EUR)	
	Expiration months	
	£ 24	> 24
Spread class 4		
0 - 1.00	0.15	0.20
1.01 - 15.00	15%	20%
> 15.00	2.25	3.00
Spread class 9		
0 - 2.00	0.40	0.50
2.01 - 30.00	20%	25%
> 30.00	6.00	7.50

For the complete Market Maker Obligations in their respective valid version please visit the Eurex website under the path:

www.eurexchange.com > Trading > Market Model > Market-Making > Market Maker Obligations

6. Transaction Limits, OTC Minimum Block Trade Size, Minimum Size for Cross- and Pre-arranged Trades, Trading Calendar and Transaction Fees

The same values which currently relate to the existing French and Dutch stock options will apply, as appropriate.

7. Data Vendor Codes

Data vendor codes will be published on the Eurex website as of start of trading under the path:

www.eurexchange.com > **Trading > Products > Vendor Product Code Search**.

8. Preparations for Start of Trading

- Approximately two weeks before start of trading the new stock options as well as their associated margin classes will be set up in the Eurex® trading system. Participants will be informed about the respective steps via a Newsboard message. Also, the first transmission of settlement prices will be communicated via this means.
- Trading in stock options on these four underlying instruments will start on Monday, July 23, 2007. Orders and quotes may be entered in the Eurex® system on this day from 07:30 CET onwards.

Frankfurt, June 28, 2007

[….]

Annex B in relation to subsection 2.6 of the contract specifications:

[….]

	Produkt-ID	Country	Contract size	Term (month)	Minimum Price Change
Other Stock Options (EUR)					
[….]					
~~AGF~~	~~AGF~~	~~FR~~	~~100~~	~~60~~	~~0.01~~
Air France	AFR	FR	100	60	0.01
Alstom	AOM	FR	100	60	0.01
Randstad	RSH	NL	100	60	0.01
Vallourec	VAC	FR	100	60	0.01
[….]					

[….]