

## **Product Specific Supplement for futures on Bloomberg Liquidity Screened Euro High Yield Bond Index futures (FEHY)**

**Validity: Until 31 December 2025**

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### **Preamble**

This Product Specific Supplement for on Bloomberg Liquidity Screened Euro High Yield Bond Index futures (hereinafter referred to as "Product Specific Supplement") forms an integral part of the LPA.

Under this Product Specific Supplement, a Liquidity Provider scheme for Bloomberg Liquidity Screened Euro High Yield Bond Index futures is offered, which will run from ~~the 17<sup>th</sup> of October 2022~~ 1 February 2023 until the term of this Product Specific Supplement. Additionally, an Initial Supporter Incentive is offered, and ~~will run from the 17<sup>th</sup> of October 2022 until the 31<sup>st</sup> of December 2023.~~

### **1. Applicable Building Blocks**

Pursuant to Sec. 2.3 of the General Supplement to the LPA, the granting of rebates and the concrete rebate levels to be applied on the respective transaction fees are dependent on the fulfilment of Building Blocks. For this Product Specific Supplement, the following Building Blocks are applicable:

Scheme	Product Scope	Basis	Package	Strategy	Larger Size	Tighter Spread	Stress Presence	Eurex EnLight	Revenue Sharing
		BBB	PBB	CBB	LBB	TBB	SBB	EBB	
FEHY	FEHY	✓							

The requirements for Strategy Building Block, Larger Size Building Block, Tighter Spread Building Block, Stress Presence Building Block and Eurex EnLight Building Block are product group specific and can be found in section 2.3 of the General Supplement to the LPA.

### **2. Liquidity Provider Rebates**

Upon fulfilment of the Building Block requirements of one product, Liquidity Providers shall receive a fee rebate as specified in section 3.1.1 of the General Supplement to the LPA in accordance with the table below. The evaluation takes place on a monthly basis.

Execution type	Building Block	Upon fulfilment of requirements
<b>Order book</b>	<b>Basis</b>	<b>100%</b>
	<b>Package</b>	-
	<b>Strategy</b>	-
	<b>Larger Size</b>	-
	<b>Tighter Spread</b>	-
	<b>Total</b>	<b>100%</b>
<b>Eurex EnLight</b>	<b>Basis</b>	<b>100%</b>
	<b>Package</b>	-
	<b>Strategy</b>	-
	<b>Eurex EnLight</b>	-
	<b>Total</b>	<b>100%</b>
<b>TES</b>	<b>Basis</b>	<b>100%</b>
	<b>Package</b>	-
	<b>Strategy</b>	-
	<b>Eurex EnLight</b>	-
	<b>Total</b>	<b>100%</b>

### **3. Building Block Requirements**

#### **3.1. Basis Block Requirements**

In order to receive the Liquidity Provider rebates pursuant to Sec. 2 above, the following quotation requirements shall apply:

	FEHY_1	FEHY_2	FEHY_3	FEHY_4
<b>Quotation Period:</b>	09:00 – 17:15 CE(S)T			
<b>Required Coverage:</b>	70%			
<b>Maturity Range:</b>	The front month needs to be quoted. 5 exchange days prior to expiration, the front month AND the second expiration month need to be quoted			
<b>Minimum Quote Size (Bid &amp; Ask):</b>	2550 contracts			
<b>Maximum Spread</b>	0.6044 absolute (Index Points)	0.8030 absolute (Index Points)	1.000.46 absolute (Index Points)	1.240.60 absolute (Index Points)

#### 4. Other monetary incentive schemes

##### 4.1. Additional Supporter incentive

In order to support the initial trading activity in the newly launched futures on Bloomberg Liquidity Screened Euro High Yield Bond Index futures.

This additional supporter incentive runs on a monthly basis and will run from ~~the 17<sup>th</sup> of~~ October 2022 until the 31<sup>st</sup> of December 2023.

This additional incentive is offered to a maximum of 5 Liquidity Providers who fulfilled the basis building blocks requirements as detailed in 3.1. Liquidity providers will be ranked according to their share of trading volume in M-accounts (order book, TES and EnLight).

A lump-sum amount of EUR 5,000 is distributed to each Liquidity Provider that fulfils the quoting requirements as detailed for FEHY\_1.

A lump-sum amount of EUR 5,000 is distributed to each Liquidity Provider that fulfils the quoting requirements as detailed for FEHY\_2.

A lump-sum amount of EUR 5,000 is distributed to each Liquidity Provider that fulfils the quoting requirements as detailed for FEHY\_3.

A lump-sum amount of EUR 5,000 is distributed to each Liquidity Provider that fulfils the quoting requirements as detailed for FEHY\_4.

~~Eurex will inform~~ Qualifying Liquidity Providers eligible for a payment under this additional supporter incentive will be informed at the beginning of the calendar month following the fulfilled month, and advised on the respective payment amount by the 15th calendar day.

Any invoice for a given calendar year must be received by Eurex Frankfurt AG before the 31<sup>st</sup> January of the following calendar year.

In order to receive a payment, eligible Liquidity Providers will be required to provide an invoice over the payment amount (as advised ~~by Eurex~~) to: Eurex Frankfurt AG, Fixed Income ETD Product Design, Mergenthalerallee 61, 65760 Eschborn, or via email to: FI\_PD@deutsche-boerse.com.