

Eurex Zürich AG / Eurex Repo SecLend Market Product Specification

ERX-SLB-MAN-PSP301/E, Version 3.02, 21.11.2011

The document is part of the legal framework and defines all tradable instruments, contract templates, terms, rules and associated parameters.

Identification

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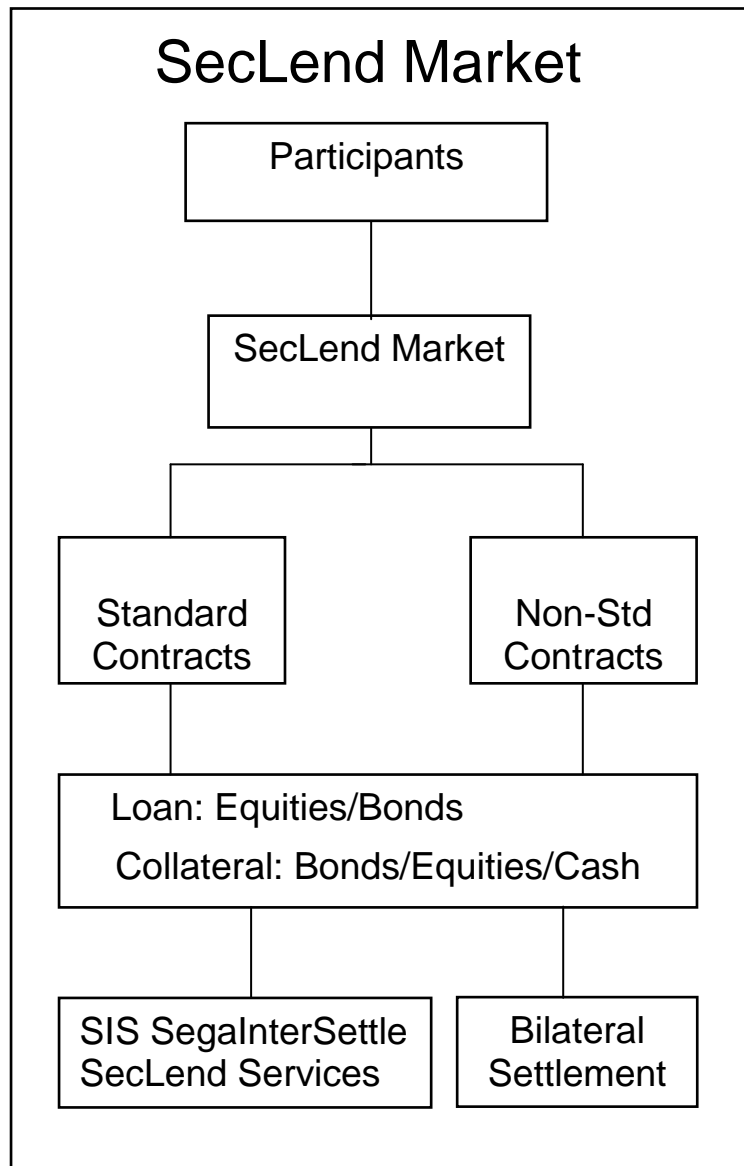
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1 Introduction

This Product Specification forms part of the rules and regulations of the SecLend Market of Eurex Zürich AG / Eurex Repo (hereinafter, "Eurex Repo").

It specifies the financial instruments eligible for lending and borrowing and defines the Loan contract types available for trading on SecLend Market. Further it details the market parameters relevant to trading on SecLend Market.

Eurex Repo has the right to amend or supplement this document from time to time if such action is deemed necessary due to existing market conditions. Eurex Repo will inform participants of such amendments or supplements by means of electronic communication in the form of e-mail circulars and notifications on the internet at least 10 days prior to their taking binding effect unless special market circumstances call for immediate action on the part of Eurex Repo.



2 Definitions

As used in this document, the following terms shall have the following meaning:

Addressed Offer	A function in the SecLend Market that enables the participants to direct to some other specific participant a binding offer to conclude a contract.
Basket	Group of stocks formed with the intention of either being borrowed or lent all at once.
Bilateral Agreement	An agreement between two parties.
Business Day	Any day on which the SecLend Market is open for trading.
Cash Rate	Interest rate paid or charged to borrow or lend funds in the money market on an overnight basis; also known as "cash interest rate".
Close Date	The date at which the loan will be closed.
Collateral	Asset that can be repossessed if a borrower defaults.
Collateral Currency	The currency underlying the given collateral: For bonds given as collateral this is the currency in which the bond is denominated. For equities given as collateral this is the currency in which the equities are issued. For cash given as collateral this is the cash currency.
Currency Business Day	Any business day on which settlement in the currency concerned is possible pursuant to the Eurex Repo holiday calendar.
Currency Holiday	Any day on which settlement in the currency concerned is not possible pursuant to the Eurex Repo holiday calendar.
Custody Type	Defines the modus of settlement for a specific contract type. (Example: delivery versus delivery (DvD).)
Cut-Off Days	Where same day settlement is not possible at all for a given currency, this is the number of days to be added to the transaction date for determination of the open date when same day open date is requested.
Cut-Off Time	The time of day until which a trade must be entered into the SecLend Market in order for settlement to be possible to be effected on the same day.
Day Roll Convention	In the case where a close date for a fixed term contract falls on a currency holiday, the day roll convention defines whether the close date is moved forwards or backwards to the next or to the previous currency business day.
Distribution List	A list of counterparties specified by the user for distribution of his quotes.
End to End Convention Flag	A functionality within the SecLend Market which, for fixed month terms does not roll over to the next month if the calculated month date would fall into the last non-business date of the respective month. In case a close date falls on the last calendar dates of the following month and they are not business day's, the close date is taken as the last business date of the following month. (e.g. 29 th April to 31 st May or 30 th March to 29 th April).
Fee Currency	The currency upon which the fee is based.

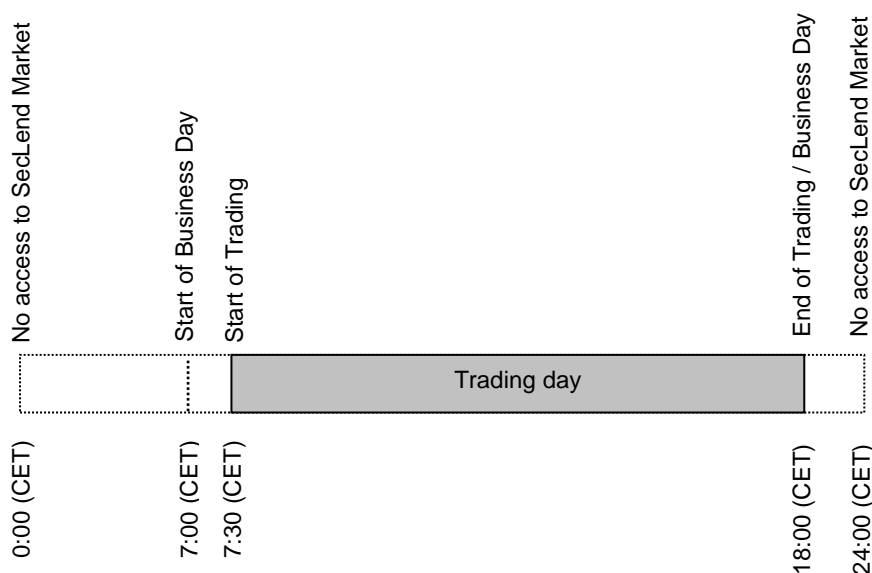
Fixed Term Contract	A loan with a fixed, predefined open date and close date (e.g. 1W, 1M, 2M, etc.).
Following Modified	A day roll convention used for adjusting close dates where the close Date falls on a currency holiday. This day roll convention, in principle, results in the close date being rolled forwards to the next currency business day. If that next currency business day, however, falls into the next month, the close date is rolled backwards to the last currency business day before the currency holiday.
General Collateral / GC Collateral	Securities that are not special in the market and that may be used, typically, simply to collateralise.
Haircut	The margin or difference between the actual market value of a financial instrument given as collateral and its collateral value. The haircut is expressed in % and serves as protection against the price risks associated with the collateral. The haircut used in the SecLend system is expressed as a discounted market value in pct, e.g. 95% $\text{Applied haircut in \%} = 1 / (\text{discounted market value in \%}) - 100\%$ <p>Example: Entry = 95% -> haircut = 5.263%</p>
Lending Fee	The fee paid by the borrower to the lender for the loan to be determined as an annualised percentage.
Loan	The securities or basket(s) loaned to the borrower by the lender in an SLB transaction.
Loan Basket	The basket loaned in an SLB transaction.
Loan Quantity	The quantity of the loan in terms of nominal size or number of securities.
Loan Security	The security/securities loaned in an SLB transaction.
Loan Value	The value of the loan in terms of money.
Minimum Lending Fee	The minimum lending fee to be paid by the borrower to the lender for the loan.
Minimum Trade Size	The smallest quantity that can be traded, also called "Smallest Tradeable Unit".
Monthly Transaction Credit	Has the meaning as set forth in Section 5.1 of this document.
Non-Standardised Contract	Has the meaning as set forth in Section 3.2 of this document.
Open End	An SLB transaction, where the close date is left open.
Open Date	The date on which the loan will be opened.
Price Payable Frequency	The frequency in which the lending fees are to be paid.
Pricing Rate Type	The formula for the calculation of the lending fee. It can be determined to consist of a fixed percentage, relative or floating with an underlying index.
Rebate Trade	Cash collateral trade where the lending fee and the cash cate are set off against each other.
Right to Substitution	Right of the borrower to substitute the financial instruments provided as collateral in an individual SLB transaction for different financial instruments of equal value and credit quality.
Security Size	Nominal size of a bond or number of shares transferred in a loan contract.

Settlement Organisation	The organisation where the contract as a whole is settled or the delivery of the legs takes place or is initiated.
SIS	The SIS SegalInterSettle AG.
SLB Transaction	Securities lending and borrowing transaction: The lender loans at predetermined conditions securities to the borrower versus collateral, with the simultaneous agreement to return securities in the same quantity, type and quality at a specified or to-be-specified date. The borrower pays the lender a charge.
Smallest Denomination	The smallest quantity that can be delivered/settled.
Smallest Tradeable Unit	The smallest quantity that can be traded, also called "Minimum Trade Size".
Standardised Contract	Has the meaning, as set forth in Section 3.2 of this document.
Standardised Open End Contract	A loan where the open date is defined and the close date is left open.
System	The SecLend Market trading system / GUI.
T + n	This expression is used in order to indicate how the open date of a contract is calculated. T stands for transaction date n stands for the number of business days to be added to the transaction date.
Term	The time difference between the open date and the close date.
Term Abbreviation	Abbreviation of a term (e.g. ON for Overnight).
Trade After Cut-Off Time	If cut-off time is applicable, the trade after cut-off time flag indicates if trading stops at cut-off time for the business day. If the flag is set to yes, trading continues but the open and/or close dates are rolled one business day forward.
Transaction Date	Date, on which an SLB transaction is concluded, modified or closed, also referenced as "T".
Triparty	Special set of services offered by settlement organisations like SIS SegalInterSettle or Euroclear.

3 Framework

3.1 Business Hours

The SecLend Market business day starts at 7.00 a.m. CET and ends at 6.00 p.m. CET. Trading day on SecLend Market begins at 7.30 a.m. CET and ends with the end of business day. Full functionality is only available during trading hours.



3.2 Loan Contract Types

In principle, a loan contract on SecLend Market consists of fixed and variable contract attributes or of variable contract attributes only. Fixed contract attributes are attributes which are predetermined by the system and which cannot be changed by the participants. Variable contract attributes are attributes that can be freely negotiated between the parties to a given SLB transaction before they execute a trade.

As a basic principle, on SecLend Market, all contract attributes are variable, with exception of the term, which is made subject to a certain degree of standardisation. Classification into loan contract types thus is based on the level of standardisation of the term as follows:

- **Standardised Contracts** are contracts where the term is defined with a fixed duration ranging from 1 week to 1 year ("Fixed Term Contract") or where the open date is defined and the close date is left open ("Standardised Open End Contract"). All other contract attributes are variable.
- **Non-Standardised Contracts** are contracts where the open date and the close date are negotiable or where the open dDate is negotiable and the close date can be left open. All other contract attributes are variable.

Details on the available term options and the calculation of the respective terms for these Loan contract types and their sub-categories, respectively, are set out in Sections 4.4.2, 4.4.3 and 4.4.4 below.

3.3 Financial Instruments qualifying for the Loan Side / the Collateral Side

The baskets specified in Section 3.4 below and the associated securities qualify for the loan side as well as the collateral side of a loan contract. They can be used either for the loan side only, the collateral side only or for both sides of a contract.

Some of the baskets and associated securities cannot be settled via SIS (see column "SIS eligible" in the respective tables in Section 3.5 below). The participants must settle them bilaterally.

Miscellaneous securities listed on participant's special request are listed for trading on the loan and collateral side without standardized baskets.

On the collateral side, SecLend Market, in addition to the referenced baskets, associated securities and non-associated securities allows also for cash collateral.

The following currencies are available for cash collateral:

- CHF, EUR, GBP, JPY and USD

3.4 Securities

The univers of securities listed on the SecLend Market are selected according to various criteria. These securities can be traded on the loan and on the collateral side.

Note that no restrictions exist on the security type (for bonds, shares, derivatives, etc.), quality, issuer or specific characteristics of the security type (e.g. floating rate notes, zero coupon, dual currency). In order to provide a certain quality of securities, selection criteria's may be specified for each security type.

Eurex Repo reserves the right to refuse any listing request.

The short description is used for identification of the respective security in the SecLend Market and based on Bloomberg's security code, the Telekurs name or as defined by the respective home exchange. The security symbol can either be the ticker symbol or any symbol defined by SecLend Market.

3.4.1 Countries

Securities issued in the following countries are listed on SecLend Market:

Main Countries

Country Code	Country
AT	Austria
AU	Australia
BE	Belgium
CA	Canada
CH	Switzerland
DE	Germany
DK	Denmark
ES	Spain
FI	Finland
FR	France
GR	Greece
HK	Hong Kong
IE	Ireland
IT	Italy
JP	Japan
NL	Netherlands
NO	Norway
PT	Portugal
SE	Sweden
GB	United Kingdom
US	USA

Other Countries

Country Code	Country	Country Code	Country
AR	Argentina	LU	Luxembourg
BS	Bahamas	MY	Malaysia
BH	Bahrain	MX	Mexico
BZ	Belize	AN	Netherlands Antilles
BM	Bermuda	NZ	New Zealand
BR	Brazil	PA	Panama
BG	Bulgaria	PG	Papua New Guinea
KY	Cayman Islands	PE	Peru
CL	Chile	PH	Philippines
CN	China	PL	Poland
CO	Colombia	PR	Puerto Rico
HR	Croatia	QA	Qatar
CY	Cyprus	KR	Rep. of Korea (South Korea)
CZ	Czech Republic	SV	Republic of El Salvador
DO	Dominican Republik	CS	Republic of Serbia
EC	Ecuador	RO	Romania
EG	Egypt	RU	Russia
EE	Estonia	SG	Singapore
GI	Gibraltar	SK	Slovak Republic
GG	Guernsey	SI	Slovenia
HU	Hungary	ZA	South Africa
IS	Iceland	LK	Sri Lanka
IN	India	XS	Supranational
ID	Indonesia	TW	Taiwan
IQ	Iraq	TH	Thailand
IL	Israel	TN	Tunisia
JM	Jamaica	TR	Turkey
JE	Jersey	UA	Ukraine
KZ	Kazakhstan	AE	United Arab Emirates
LV	Latvia	UY	Uruguay
LR	Liberia	VE	Venezuela
LI	Liechtenstein	VG	Virgin Islands (British)
LT	Lithuania	VI	Virgin Islands U.S.

3.4.2 Security Type

3.4.2.1 Equity

Each Main Country is represented by a unique range of equities. This range is specified by the main stock index of that country. E.g. Germany is represented by the 30 stocks of the DAX30, Japan is represented by the 225 stocks of the Nikkei 225, etc.

In addition, equity securities of other indices are also listed. E.g. SPI, etc.

The range of other Equities includes a selection of ETF's.

3.4.2.2 Government Debt

Each main country is represented by a range of central government debt including states and member states. In addition, also other countries are represented by a range of central government debt.

3.4.2.3 Corporate Debt

Corporate bonds of the companies listed on the countries main stock index are listed. Also included is a selection of bonds of special interest (other Corporates, Supranationals, Pfandbrief, Eurobonds, etc.).

The listing of corporate bonds is limited according to the following tables:

Selection Criteria for Eligibility on SecLend Market for Corporate Bonds		
Min. issue size (denomination curr.):	EUR: 300 Mn USD: 300 Mn GBP: 200 Mn CHF: 250 Mn JPY: 50 Bn AUD: 300 Mn CAD: 300 Mn CZK: 8500 Mn DKK: 3000 Mn HKD: 3000 Mn MXN: 4500 Mn NOK: 3000 Mn NZD: 600 Mn PLN: 1000 Mn SEK: 3000 Mn SGD: 600 Mn ZAR: 2500 Mn	
Countries:	Countries listed in this document	
Rating:	no min. rating	

Selection of Non-Index Corporate Bonds		
Min. issue size (denomination curr.):	EUR: 300 Mn USD: 300 Mn GBP: 200 Mn CHF: 250 Mn JPY: 50 Bn AUD: 300 Mn CAD: 300 Mn HKD: 3000 Mn	
Countries:	Countries listed in this document	
Rating:	no min. rating	

3.5 Baskets

This section specifies the individual baskets eligible for trading on SecLend Market and provides information as to the naming convention applied with respect to these baskets. Baskets are groups of securities. All baskets specified can be used to search a specific security on the SecLend Market Trading GUI. In addition the collateral baskets specified in section 3.5.2 can be used for collateralization of the loan. The respective basket content (i.e. the securities forming part of the respective basket) is defined in detail in the basket reference, which is accessible in the GUI.

3.5.1 Basket Naming Convention

Each Basket name consists of a combination of at most three abbreviations derived from the following three parameters, insofar as decisive for the description of its content:

Geographical Area – Securities Type – Securities Affiliation

Geographical Area

The geographical area of the securities forming part of a basket can, depending on its respective definition, be restricted to one single country or comprise a defined group of countries.

Where the geographical area of the securities forming part of the respective basket is restricted to a single country, the two-digit ISO1-code (ISO 3166 alpha-2) is applied (e.g. AT, DE, CH) for making reference to that country.

The baskets listed in the following tables are unique groups, which are grouped according to the criterias defined in the tables.

Geographical Area Grouping

Where the geographical area of the securities forming part of the respective Basket extends to a group of countries, the following abbreviations are applied for the following group of countries:

- **G7:** The G7 nations US, CA, JP, DE, GB, FR, IT
- **G7E:** The European G7 nations DE, GB, FR, IT
- **GLO:** All countries listed group of nations in the SecLend Market.

Security Type Grouping

The type of the securities forming part of the basket is referenced as follows:

- **M EQUI:** Equities of the main index (unique)
- **EQUI:** Equities
- **ETF:** Exchange Traded Funds (ETF)
- **GV:** Government bonds
- **CR/CRP:** Corporate bonds

Security Affiliation

Description of the securities affiliation can consist of an indication of a specific index (e.g. SMI, DAX, etc.) or a further specification of the securities type (e.g. INTL, OTH, etc.).

Exchange Listed

Only exchange-listed securities are provided for trading when SIS eligible.

¹ International Organisation for Standardisation

3.5.2 Collateral Baskets

3.5.2.1 Equity Baskets

Two types of equity baskets are available for trading on SecLend Market:

1. Equity baskets that comprise the entirety of the equities forming part of a specific, well-known index (hereinafter “**Equity Index Baskets**”), whereby the official index definitions are followed. These baskets indicating the main index of a geographical area are marked with an “M” in the basket name
2. Equity Baskets, the content of which is defined by Eurex Repo (“**Eurex-Defined Equity Baskets**”) and which are owned by Eurex Repo.

The following well defined Equity Index Baskets and their contents are provided for trading on SecLend Market:

Basket Name	Basket Symbol	SIS Reference	Types of eligible securities	SIS eligible		Discounted Value (for haircut)	Geographical area
				Loan	Collateral		
AT M EQUI ATX	ATEQMA	ATEQMA	All listed equity of the ATX index	yes	yes	95%	Austria
BE M EQUI BEL20	BEEQMA	BEEQMA	All listed equity of the BEL20 index	yes	yes	95%	Belgium
CH M EQUI SMI	CHEQMA	CHEQMA	All listed equity of the SMI index	yes	yes	95%	Switzerland
DE M EQUI DAX	DEEQMA	DEEQMA	All listed equity of the DAX index	yes	yes	95%	Germany
DK M EQUI KFX	DKEQMA	DKEQMA	All listed equity of the KFX index	yes	yes	95%	Denmark
ES M EQUI IBEX	ESEQMA	ESEQMA	All listed equity of the IBEX index	yes	yes	95%	Spain
FI M EQUI HEX	FIEQMA	FIEQMA	All listed equity of the HEX index	yes	yes	95%	Finland
FR M EQUI CAC	FREQMA	FREQMA	All listed equity of the CAC index	yes	yes	95%	France
IT M EQUI MIB30	ITEQMA	ITEQMA	All listed equity of the MIB 30 index	yes	yes	95%	Italy
IE M EQUI ISEQ	IEEQMA	IEEQMA	All listed equity of the ISEQ index	yes	yes	95%	Ireland
NL M EQUI AEX	NLEQMA	NLEQMA	All listed equity of the AEX index	yes	yes	95%	Netherlands
NO M EQUI OBX	NOEQMA	NOEQMA	All listed equity of the OBX index	yes	yes	95%	Norway
PT M EQUI PSI20	PTEQMA	PTEQMA	All listed equity of the PSI20 index	yes	yes	95%	Portugal
SE M EQUI OMX	SEEQMA	SEEQMA	All listed equity of the OMX index	yes	yes	95%	Sweden
GB M EQUI FT100	GBEQMA	GBEQMA	All listed equity of the FTSE 100 index			95%	United Kingdom
US M EQUI SP500	USEQMA	USEQMA	All listed equity of the S&P 500 index			95%	USA
CA M EQUI SPTSX60	CAEQMA	CAEQMA	All listed equity of the SPTSX60 index	yes	yes	95%	Canada
HK M EQUI HSE	HKEQMA	HKEQMA	All listed equity of the Hang Seng index	yes	yes	95%	Hong Kong
JP M EQUI NIK	JPEQMA	JPEQMA	All listed equity of the Nikkei 225 index	yes	yes	95%	Japan
E STOXX50	ESTO50	ESTO50	All listed equity of the Euro Stoxx 50 index			95%	Euro currency nations AT,BE,DE,ES,FI,FR,IE,IT,NL,PT
STOXX50	STO50	STO50	All listed equity of the Stoxx 50 index			95%	All European countries listed AT,BE,CH,DE,DK,ES,FI,FR,IE,IT,NL,NO,PT,SE,UK

The following Eurex Repo-defined Equity baskets are provided for trading on SecLend Market:

Basket Name	Basket Symbol	SIS Reference	Types of eligible securities	SIS eligible		Discounted Value (for haircut)	Geographical area
				Loan	Collateral		
G7 M EQUI	G7EQMA	G7EQMA	All listed equity of the G7 nations main Indices			95%	The G7 nations US,CA,JP,DE,UK,FR,IT
G7E M EQUI	G7EEQM	G7EEQMA	All listed equity of the European G7 nations main indices			95%	The European G7 nations DE,UK,FR,IT

3.5.2.2 Government Bond Baskets

The following **Government Bond Baskets** and their contents are provided for trading on SecLend Market. Basket owner is Eurex Repo.

Basket Symbol	SIS Reference	Types of eligible securities	SIS eligible		Discounted Value (for haircut)	Geographical area
			Loan	Collateral		
ATGV	IATGV	Government Bond & Notes Issues of Austria (in EUR)	yes	yes	100%	Austria
AUGV	AUGV	Government Bond & Notes Issues of Australia (in AUD)	yes	yes	100%	Australia
BEGV	BEGV	Government Bond & Notes Issues of Belgium (in EUR)	yes	yes	100%	Belgium
CAGV	CAGV	Government Bond & Notes Issues of Canada (in CAD)	yes	yes	100%	Canada
CHGV	CHGV	Government Bond & Notes Issues of Switzerland (in CHF)	yes	yes	100%	Switzerland
DEGV	DEGV	Government Bond & Notes Issues of Germany (in EUR)	yes	yes	100%	Germany
DKGV	DKGV	Government Bond & Notes Issues of Denmark (in DKK)	yes	yes	100%	Denmark
ESGV	ESGV	Government Bond & Notes Issues of Spain (in EUR)	yes	yes	100%	Spain
FIGV	FIGV	Government Bond & Notes Issues of Finland (in EUR)	yes	yes	100%	Finland
FRGV	FRGV	Government Bond & Notes Issues of France (in EUR)	yes	yes	100%	France
GBGV	GBGV	Government Bond & Notes Issues of United Kingdom (in GBP)			100%	United Kingdom
GRGV	GRGV	Government Bond & Notes Issues of Greece (in EUR)			100%	Greece
ITGV	ITGV	Government Bond & Notes Issues of Italy (in EUR)			100%	Italy
IEGV	IEGV	Government Bond & Notes Issues of Ireland (in EUR)	yes	yes	100%	Ireland
JPGV	JPGV	Government Bond & Notes Issues of Japan (in JPY)			100%	Japan
NLGV	NLGV	Government Bond & Notes Issues of Netherlands (in EUR)	yes	yes	100%	Netherlands
NOGV	NOGV	Government Bond & Notes Issues of Norway (in NOK)	yes	yes	100%	Norway
PTGV	PTGV	Government Bond & Notes Issues of Portugal (in EUR)			100%	Portugal
SEGV	SEGV	Government Bond & Notes Issues of Sweden (in SEK)	yes	yes	100%	Sweden
USGV	USGV	Government Bond & Notes Issues of USA (in USD)			100%	USA

Basket Symbol	SIS Reference	Types of eligible securities	SIS eligible		Discounted Value (for haircut)	Geographical area
			Loan	Collateral		
G7GV	G7GV	Government Bond & Notes Issues of the G7 nations			100%	The G7 nations US,CA,JP,DE,UK,FR,IT
G7EGV	G7EGV	Government Bond & Notes Issues of the European G7 nations			100%	The European G7 nations DE,UK,FR,IT

3.5.2.3 SNB Baskets

The following special baskets are in line with existing CHF Repo collateral. These baskets are owned by SNB and may be used in SecLend Market.

Basket Symbol	SIS Reference	Types of eligible securities	SIS eligible		Discounted Value (for haircut)	Geographical area
			Loan	Collateral		
GOVGC	GOVGC	As described in the SNB basket definition: Central Government (incl Sovereign) in € \$, £, CHF, AA-/Aa3, min. 1bn	yes	yes	100%	Austria, Belgium, Switzerland, Germany, Denmark, Spain, Finland, France, Ireland, Netherlands
INTLGC	INTLGC	As described in the SNB basket definition: Pfandbriefe, Int. Organisations, specific agencies, others, € \$, £, CHF, AA-/Aa3, min. 1bn	yes	yes	100%	Germany, a.o.

The baskets described above contain securities, which are accepted by SNB. Please refer to the SNB product specification www.snb.ch

3.5.2.4 SIS Eligible Baskets

There are baskets, which reflect the structure of the eligibility to the SIS SecLend Triparty Service. All SIS eligible Equities are in the SIS basket Global Equity and all SIS eligible Bonds are in the SIS Basket Global Bonds as listed below:

Basket Symbol	SIS Reference	Types of eligible securities	SIS eligible		Discounted Value (for haircut)	Geographical area and Quality
			Loan	Collateral		
SISEQM	SISGLOEQM	All SIS eligible Equities	yes	yes	95%	All countries listed
EEAFI	EEAFI	Subset of ECB eligible	Yes	Yes	100%	AT, BE, CA, CH, DE, ES, FI, CY, MT, SI, LU, FR, GR, IE, JP, NL, SE, GB, US; Minimum Rating: A- / A3 (the minimum rating must be at least one of the rating agencies Moody's, S&P or Fitch) min. Issue size: Euro 200 Millions
SISGVT	SISGLOGV	All SIS eligible Government Bonds	yes	yes	100%	All countries listed

3.5.2.5 Bilateral Basket

The "BILATERAL GC" basket (basket reference "BILAGC") is to be selected by the parties, in case none of the above listed baskets are to be used for collateralisation of the loan and special arrangements between the parties have been made. On SecLend Market, this basket has neither a specified content, nor a haircut and is not SIS eligible. The criteria are subject to the individual agreement set by the parties.

Basket Name	SIS Reference	Types of eligible securities	Settlement	Discounted Value (for haircut)	Geographical area
BILATERAL GC	BILAGC		as agreed by the parties		

3.5.3 Other Baskets

Basket Name	Basket Symbol	SIS Reference	Types of eligible securities	Geographical area
GLO M EQUI	GLOEQM	GLOEQMA	All listed equity of all nations main indices	All countries listed under 3.5.2.1
GLO EQUI OTH	GLOEQO	GLOEQO	Listed equity of all nations NOT in main indices. Only on demand. Equities are not in other Baskets	All countries listed under 3.5.2.1
GLO ETF	GLOETF	GLOETF	A selection of exchange traded funds	All countries listed under 3.5.2.1
EM GVT	EMGV	EMGV	Government Bond & Notes Issues of Emerging Markets Countries	All emerging countries listed. Please see the list: 'Other Countries' under 3.4.1
GLO GVT	GLOGV	GLOGV	Government Bond & Notes Issues of all countries listed	All countries listed under 3.5.2.2
G7 CRP	G7CRP	G7CRP	Corporate bonds (straight bonds & convertibles) of the G7 nations, companies listed in the main indices	The G7 nations US,CA,JP,DE,UK,FR,IT
G7E CRP	G7ECP	G7ECP	Corporate bonds (straight bonds & convertibles) of the G7 European nations, companies listed in the main indices	The European G7 nations DE,UK,FR,IT
GLO CRP	GLOCR	GLOCR	Corporate bonds (straight bonds & convertibles), companies listed in the main indices	All countries listed

3.6 Settlement

In principle, trades executed on SecLend Market are settled via SIS. Where a basket or a security is not eligible for settlement via SIS (see column "SIS eligible" in the respective tables in Section 3.4 above) or where the parties to an individual transaction opt out of settlement via SIS, the respective transaction is to be settled bilaterally by the participants to that transaction.

3.6.1 SIS Settlement

Straight-through processing is provided through SIS's custody and SecLend Triparty service, which is linked to the Eurex Repo's SecLend Market. Close and partial returns/recalls must be conducted either via SecLend Market or SIS.

3.6.2 Bilateral Settlement

Where settlement takes place via manual settlement through SecLend Market, the data is provided to both parties of the transaction. The parties must take all possible measures to settle the transaction. Close and partial returns/recalls must be conducted over the SecLend Market. In case of a termination of the SecLend Market contract between the participant and Eurex Repo, the participant has to close all open loan transactions before termination of the contract.

4 Detailed Market Parameters

This section describes all parameters, values and applied rules for trading on SecLend Market.

4.1 Minimum Trade Size

The minimum trade sizes for the respective financial instruments tradeable on SecLend Market are as follows:

<i>Instrument Type</i>	<i>Min. Trade Size</i>
Equities	1 Piece
Bonds	1000 Nominal

4.2 Cash Collateral Cut-Off Times

The cash collateral cut-off times per currency are defined as follows:

<i>Currency</i>	<i>Cut-Off Time / Day</i>	<i>Time Zone</i>
CHF	15:55	CET
EUR	16:00	CET
GBP	15:00	CET
USD	17:55	CET
JPY*	+ 1 Business Day < 08:30 + 2 Business Days > 08:30	CET

* Where the cash collateral currency is JPY, same day settlement is not possible. Trades entered into the system on a business day before 8.30 a.m. CET are settled on the following business day. Trades entered into the system on a business day after 8.30 a.m. are settled on the second business day following the transaction date.

4.3 Settlement Deadlines

The respective settlement organisation delivery deadlines have to be respected according to the specific organisation used in the delivery process.

Where transactions are settled bilaterally, taking information about settlement deadlines set by the respective settlement organisations and observance of these is a matter for the contractual parties to the individual transaction themselves.

4.4 Contract Standardisation

The tradable contracts are standardised in respect of the available templates, the terms, rules and associated parameters.

Three types of contract templates are available for trading on SecLend Market (cf. Section 3.2 above): Fixed term contracts, open end contracts and the non-standard contracts. The non-standard contract does not define a fixed open date. Note that for full and partial returns/recalls it must always be agreed bilaterally because of the various market settlement cycles.

4.4.1 Common Contract Rules

The value dates of the respective individual transactions depend on the respective loan contract type as well as the action in question as follows:

Loan Contract Type	Term	Action	Rule	Description
Standard	Fixed	Trade Create	Open T+2, Close Date is "Term"	Open and close dates are fixed when selecting the term.
	Fixed	Full Return/Recall	Subject to Bilateral Agreement	This is a modification of the agreed term and therefore must be confirmed by the counterparty.
	Fixed	Partial Return/Recall	Subject to Bilateral Agreement	This is a modification of the agreed quantity and therefore must be confirmed by the counterparty.
Standard	Open End	Trade Create	Open T+2, Open End	Open date is fixed but the close date is not defined.
	Open End	Set Close Date	Subject to Bilateral Agreement	This is a modification and therefore must be confirmed by the counterparty.
	Open End	Full Return/Recall	Subject to Bilateral Agreement	This is a modification of the agreed term and therefore must be confirmed by the counterparty.
	Open End	Partial Return /Recall	Subject to Bilateral Agreement	This is a modification of the agreed quantity and therefore must be confirmed by the counterparty.
Non-Standard	Fixed	Trade Create	Open and Close subject to Bilateral Agreement	Open date and close date must be entered.
	Fixed	Full Return/Recall	Subject to Bilateral Agreement	This is a modification of the agreed term and therefore must be confirmed by the counterparty.
	Fixed	Partial Return /Recall	Subject to Bilateral Agreement	This is a modification of the agreed quantity and therefore must be confirmed by the counterparty.
Non-Standard	Open End	Trade Create	Open subject to Bilateral Agreement, Open End	Open date is entered but the close date is not defined.
	Open End	Set Close Date	Subject to Bilateral Agreement	This is a modification and therefore must be confirmed by the counterparty.
	Open End	Full Return/Recall	Subject to Bilateral Agreement	This is a modification of the agreed term and therefore must be confirmed by the counterparty.
	Open End	Partial Return /Recall	Subject to Bilateral Agreement	This is a modification of the agreed quantity and therefore must be confirmed by the counterparty.

4.4.2 Fixed Terms

The following fixed terms are available for trading on SecLend Market:

Term	1 Week	2 Weeks	3 Weeks	1 Month	2,3,6,9,12 Months
Short Description	1 WEEK	2 WEEK	3 WEEK	1 MONTH	n MONTH
Abbreviation	1W	2W	3W	1M	nM
Term Abbreviation	1W	2W	3W	1M	nM
Open Date (OD)	T+2				
Close Date (CD)	OD + 1 Week	OD + 2 Weeks	OD + 3 Weeks	OD + 1 Month	OD + n Months
Modify, Rec./Ret.	As the parties agree See 4.4.1				

4.4.3 Open End

For open end (no term), the close date can be set after the trade has been opened:

Term	Open
Short Description	Open End
Abbreviation	OE
Term Abbreviation	OE
Open Date (OD)	T+2
Close Date (CD)	Open
Modify, Rec./Ret.	As the parties agree See 4.4.1

4.4.4 Contract Templates

Contract templates are available for trading together with the terms giving a full set of tradable contracts. The contract template is used in the trading client as term option.

4.4.4.1 Fixed

For all fixed and open terms, the following contract templates are available:

Full Description	Standard	Manual Standard
Short Description	STD	STDM
Symbol	STD	STDM

Variable contract details

Loan Quantity	Negotiable	Negotiable
Lending Fees	Negotiable	Negotiable

Full Description	Standard	Manual Standard
Loan Basket	Negotiable	Negotiable
Loan Security	Negotiable	Negotiable
Collateral	Basket and/or security, cash	Basket and/or security, cash
Cash Rate	Negotiable	Negotiable
Open Date (OD)	T+2	T+2
Close Date (CD)	From table of terms	From table of terms
Haircut	Negotiable for security	Negotiable for security
Right to Substitution	T+2 if not otherwise agreed	T+2 if not otherwise agreed
Recall/Return/Modify	See 4.4.1	See 4.4.1

Fixed contract details

Market	SecLend Market	SecLend Market
Cash Currency	See 4.2	See 4.2
Min. Loan Quantity	See 4.1	See 4.1
Min. Lot Quantity	As defined for the security	As defined for the security
Pricing Rate Type	Fixed	Fixed
Price Payable Frequency	Monthly	Monthly
OD Cut-Off Time	Only applicable for cash collateral. See 4.2	Only applicable for cash collateral. See 4.2
OD Cut-Off Days	0	0
Trade After Cut-Off	No	No
Custody Type	DVD Triparty	Undefined
Settlement Organisation	SIS SegalInterSettle	Manual (bank)

4.4.4.2 Non-Standard

Any open date or close date can be defined by the parties to the individual transaction. It is possible to leave the close date undefined, i.e. open.

The following contract templates are available:

Full Description	Non-Standard	Manual Non-Standard
Short Description	NON-STD	NON-STD M
Symbol	NON	NONM

Variable contract details

Loan Quantity	Negotiable	Negotiable
Lending Fees	Negotiable	Negotiable
Loan Security	Negotiable	Negotiable
Collateral	Basket, security or cash	Basket, security or cash

Full Description	Non-Standard	Manual Non-Standard
Cash Rate	Negotiable	Negotiable
Open Date (OD)	Negotiable Must be set	Negotiable Must be set
Close Date (CD)	Negotiable Optional	Negotiable Optional
Haircut	Negotiable for security	Negotiable for security
Right to Substitution	T+2 if not otherwise agreed	T+2 if not otherwise agreed
Recall/Return/Modify	See 4.4.1	See 4.4.1

Fixed contract details

Market	SecLend Market	SecLend Market
Cash Currency	See 4.2	See 4.2
Min. Loan Quantity	See 4.1	See 4.1
Min. Lot Quantity	As defined for the security	As defined for the security
Pricing Rate Type	Fixed	Fixed
Price Payable Frequency	Monthly	Monthly
OD Cut-Off Time	Only applicable for cash collateral. See 4.2	Only applicable for cash collateral. See 4.2
OD Cut-Off Days	0	0
Trade After Cut-Off	Yes	Yes
Custody Type	DVD Triparty	Undefined
Settlement Organisation	SIS SegalInterSettle	Manual (bank)

5 Fees

5.1 Billing Principles

In general, annual fees are charged once per year while transaction fees are billed on a monthly basis in Swiss Franc (CHF) by invoice with trade details attached.

5.2 Annual Fee

For the participation in trading on Eurex Repo's SecLend Market an annual fee of Swiss Franc (CHF) 10'000.— will be charged. If a participant is already member in the COSI Market there will be no additional annual fee charged for the SecLend Market.

5.3 Transaction Fee

Trading fees in the SecLend Market include the opening and closing of a loan and all possible modifications (partial return, full return, rate modification etc.) during the lifetime of the loan trade.

1) Loan trade fee:

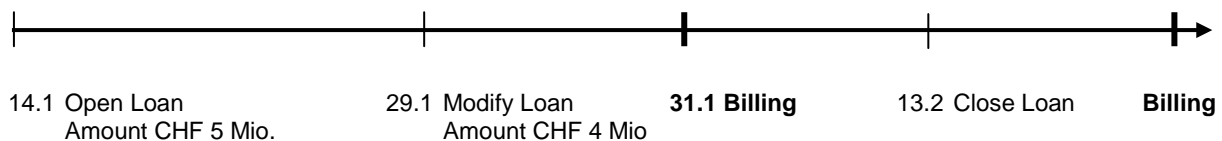
One basis point p.a. of the market value of the opening leg (or at time of trade modification). The basis for the fee calculation is Actual/360.

The minimum loan trade fee is Swiss Franc (CHF) 10.— per month

2) Transaction fee for trade modifications:

The participants involved in a SecLend transaction shall be charged a fee of Swiss Franc (CHF) 10.— per trade modification. In addition, actual loan trade fee applies

Billing example



Calculation of loan trade fee January:

Duration opening until modification: 15 days
 Modification reduction of CHF 1 Mio.
 Duration modification until end of month: 2 days

Trading fee: CHF 20.83
 Modification fee: CHF 10.00
 Trading fee: CHF 2.22

End of month January

Total billing fee: CHF 33.05

Calculation of loan trade fee February:

Duration end of month until closing: 13 days

Trading fee: CHF 14.44

End of month February

Total billing fee: CHF 14.45
