



## Eurex Circular 083/18

### MSCI index futures:

- A. Adjustment of tick sizes;**
- B. Fee waiver for ex-index futures during all trading hours, as well as for selected products during Asian trading hours**

#### Summary

The Management Board of Eurex Deutschland took the following decisions with respect to MSCI futures:

With effect from **19 November 2018**:

- Adjustment of tick size for MSCI EAFE futures
- Adjustment of tick size for TES transactions in all MSCI futures;

With effect from **10 December 2018**:

- Transaction fee waiver for selected Asian products during the Asian trading hours from 10 December 2018 until 30 June 2019
- Fee waiver for ex-index futures during all trading hours from 1 January until 31 December 2019

This circular provides information on the changes and the updated sections of the relevant Rules and Regulations of Eurex Deutschland.

#### Attachment:

- Updated sections of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland

**Date:** 6 November 2018

#### Recipients:

All Trading Participants of Eurex Deutschland and Vendors

#### Authorized by:

Michael Peters

#### Target group:

- All departments

#### Related Eurex Clearing circular:

094/18

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## MSCI index futures:

- A. Adjustment of tick sizes;
- B. Fee waiver for ex-index futures during all trading hours, as well as for selected products during Asian trading hours

### A. Adjustment of tick sizes

The Management Board of Eurex Deutschland took the decision to implement the following adjustments for equity index futures on MSCI indices with effect from 19 November 2018:

In order to further improve tradability of the product, the tick size of the following MSCI index future will be reduced according to the following table:

Index	Futures	Current tick size	New tick size
MSCI EAFE (USD; Price)	FMFP	0.5	0.1

Furthermore, the tick size for all 90 MSCI futures for Eurex T7 Entry services (TES) transactions will be adjusted. Currently, the same tick size is valid for TES transactions and for order book transactions in MSCI futures.

Starting 19 November 2018, all TES transactions in MSCI futures can be entered with three decimals (i.e. with a tick size of 0.001). This facilitates the entry of transactions based on the index close, which presently have to be split into several trades in order to generate the negotiated price. The respectively valid tick size for order book trades remains unaffected by this measure.

In general, the valid tick sizes can be found in the RDI instrument snapshot, tag 969 (MinPriceIncrement). Below is an example for the MSCI Europe future (FMEU) with a contract size of EUR 100 per index point after the conversion:

```
InstrumentPricePrecision: 3
MinPriceIncrement: 0.001
MinPriceIncrementAmount: 0.1
```

The order book-specific (unchanged) tick sizes are contained in the RDI product snapshot tags 2571, 1206 1207 and 1208:

```
BaseTradingRules:
  TickRules:
    [1]
      TickRuleProductComplex: SimpleInstrument [1]
      StartTickPriceRange: 0
      EndTickPriceRange: 9999999999.9999
      TickIncrement: 0.05
    [2]
      TickRuleProductComplex: FuturesSpread [5]
      StartTickPriceRange: 0
      EndTickPriceRange: 9999999999.9999
      TickIncrement: 0.05
```



In the T7 simulation environment, the futures on the MSCI Europe (FMEU) have already been converted to a smaller tick size.

The amended sections of the Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland are attached to this circular.

As of the effective date, the full version of the updated Contract Specifications for Futures Contracts and Options Contracts at Eurex Deutschland will be published on the Eurex website [www.eurexchange.com](http://www.eurexchange.com) under the following link:

**[Resources > Rules and Regulations > Contract specifications](#)**

## **B. Fee waiver for ex-index futures during all trading hours, as well as for selected products during Asian trading hours**

As announced in Eurex circulars 023/18 and 052/18, Eurex Deutschland will extend its trading hours for all MSCI futures with effect from 10 December 2018. Accordingly, the Liquidity Provider schemes will be extended to the Asian time zone (see Eurex circular 066/18).

As an additional incentive for trading, the transaction fees according to Number 3.1 of the Price List of Eurex Clearing AG (Price List) will be waived for all transactions concluded during the extended trading hours (01:00 a.m. to 08:00 a.m. CET). This transaction fee waiver will run from 10 December 2018 until 30 June 2019.

The fees for transactions which are concluded after 08:00 a.m. CET will remain unchanged.

The transaction fee waiver includes the following Asian products during the extended trading hours:

<b>Index</b>	<b>Futures</b>
MSCI Australia (USD; NTR)	FMAU
MSCI Japan (USD; NTR)	FMJP
MSCI Singapore (USD; NTR)	FMSI
MSCI China Free (USD; NTR)	FMCN
MSCI India (USD; NTR)	FMIN
MSCI Indonesia (USD; NTR)	FMID
MSCI Malaysia (USD; NTR)	FMMY
MSCI Philippines (USD; NTR)	FMPH
MSCI Taiwan (USD; NTR)	FMTW
MSCI Thailand (USD; NTR)	FMTH
MSCI Emerging Markets Asia (USD; NTR)	FMEA

As a further supporting measure, the current waiver for fees according to Numbers 3.1, 3.3, 3.4, 3.10 and 3.15 of the Price List in MSCI ex-index futures will be extended by one year (from 1 January until 31 December 2019).

This fee waiver includes all transactions during all trading hours, i.e. not only fees during the Asian trading hours.



This fee waiver includes the following MSCI ex-index futures:

<b>Index</b>	<b>Futures</b>
MSCI Emerging Markets Asia ex Korea (USD; NTR)	FMXK
MSCI Emerging Markets EMEA ex Turkey (USD; NTR)	FMXT
MSCI Emerging Markets LatAm ex Brazil (USD; NTR)	FMXB

If you have any questions or need further information, please contact Ralf Huesmann, Equity & Index Product Design via tel. +49-69-211-1 54 43 or send an e-mail to: [ralf.huesmann@eurexchange.com](mailto:ralf.huesmann@eurexchange.com).

6 November 2018

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AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED

DELETIONS ARE CROSSED OUT

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[...]

## Part 1 Contract Specifications for Futures Contracts

[...]

### Subpart 1.3 Contract Specifications for Index Futures Contracts

[...]

#### 1.3.5 Price Gradations

##### 1.3.5.1 General Price Gradations for Index Futures Contracts

The price of Index Futures Contracts shall be quoted in points. The minimum price change (Tick) shall be:

[...]

- 0.1 points at

[...]

- MSCI Chile, MSCI China Free, MSCI Czech Republic, MSCI EAFE (Price, USD), MSCI Emerging Markets (Price, USD), MSCI Mexico, MSCI Philippines, MSCI Russia (NTR, USD) and MSCI United Arab Emirates, this represents a value of USD 5

[...]

- 0.5 points at

[...]

- ~~MSCI EAFE (Price, USD)~~, MSCI Egypt, MSCI Emerging Markets EMEA ex Turkey (USD, NTR), MSCI Pakistan (NTR, USD), and MSCI World Midcap, this represents a value of USD 25.00

[...]

[...]

**1.3.5.3 Price Gradations for Off-Book Trading**

In deviation to Number 1.3.5.1, the smallest price change (Tick) for Off-Book Trading in terms of subpart 3.2 is

- 0.001 points at all MSCI Futures

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