



Efficient hedging of dairy price risks

part of eex group

Exchange trading and trade registration
for butter, skimmed milk powder, whey
powder and liquid milk at the leading
European dairy futures market

New since August 2018:

European
Liquid Milk
Futures



Trading Dairy products

EEX offers exchange trading for futures on butter, skimmed milk powder, whey powder and liquid milk. In addition, over-the-counter transactions can also be registered for clearing (Trade Registration). Clearing and settlement of all transactions are provided by ECC, the EEX Group clearing house.

Financial Settlement

All products will be settled financially upon maturity (cash settlement). In this process, reference prices adequately reflecting the value of the traded products are used. These price indices increase market transparency – also in the futures contracts.

137,820 tons of goods equivalent
were traded on the
dairy futures market in 2017:

+68%

as against the previous year

Why trade Agricultural Derivatives on EEX?

- > Hedging of price risks on the agricultural markets
- > Financial settlement of all transactions based on reliable reference prices
- > Access to a broad range of commodity products

Hedging of price risks

The development of prices for butter, skimmed milk powder, whey powder and liquid milk shows that the European markets for milk products are subject to fluctuations. Exchange trading offers the necessary instruments enabling market participants to hedge against risks.



Contact

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More information:

www.eex.com > Products > A gricultural Products

Contract Specifications¹

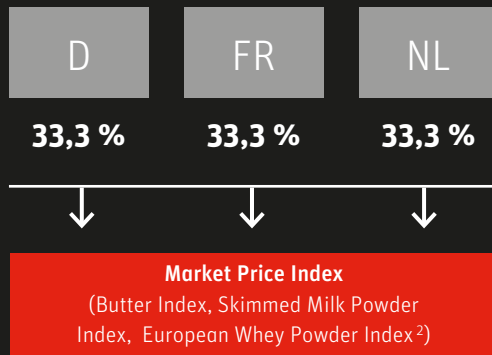
	BUTTER FUTURE	SKIMMED MILK POWDER FUTURE	EUROPEAN WHEY POWDER FUTURES	EUROPEAN LIQUID MILK FUTURES
PRODUCT-ID	FABT	FASM	FAWH	FALM
PRODUCT-ISIN	DE000A13RUP8	DE000A13RUM5	DE000A13RUN3	DE000 A2G9 892
UNDERLYING	Butter Index	Skimmed Milk Powder Index	European Whey Powder Index ²	EEX European Liquid Milk Index
CONTRACT VOLUME/ QUOTATION	5 metric tons /EUR per metric tonne			25,000 kilogram
PRICING AND MINIMUM PRICE CHANGE	Pricing in EUR per tonne, minimum price change: EUR 1 per tonne			Pricing in EUR per 100 kilogram, minimum price change: EUR 0.01 per 100 kilogram
MATURITIES	At maximum, the following maturities can be traded on EEX: the maturities of the current and the respective next 18 consecutive calendar months			
TRADING HOURS	Continuous Trading, 8:45–18:00 (CET); until 12:00 (CET) on the last day of trading			
LAST DAY OF TRADING	The last Wednesday of the respective maturity month (If this is not a trading day, the preceding exchange trading day shall be the last trading day.) The third Wednesday of the month in the maturity month of December (If this is not a trading day, the following exchange trading day shall be the last trading day.)			The 12th calendar day of the month. If this is a weekend day or a public holiday, the following exchange day is the last day of trading.
SETTLEMENT	Cash settlement, difference between the final settlement price and the settlement price of the previous exchange trading day			
FINAL SETTLEMENT PRICE	Status of the respective decisive index on the last day of trading at 19:00 (CET)			Status of the respective index on the last day of trading at 13:00 hrs (CET/CEST)

¹ Please note that the information included in this document is exclusively intended for your information and is, therefore, not legally binding. Further information on the structure of the indices as well as their calculation is available at the following link: www.eex.com > Products > Agricultural Markets > Dairy Products

² The European Whey Powder Index is provided by the Agrarmarkt Informations-Gesellschaft mbH (AMI) in Bonn.

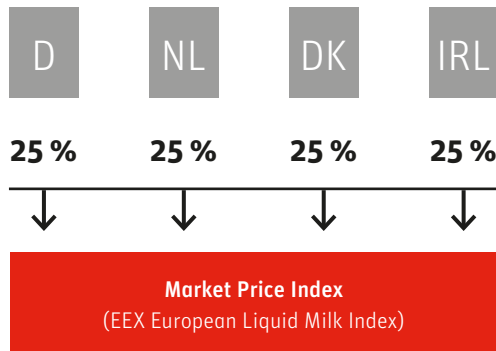
Market price indices as the basis for prices on the dairy market

For the calculation of the index, recognised prices established in Germany, France and the Netherlands are used and combined into an unweighted average. As seen from a historical perspective, the correlation between these quotations is very high. As a result, the indices reflect the market price of the referenced products within the European Economic Area.



EEX European Liquid Milk Index¹

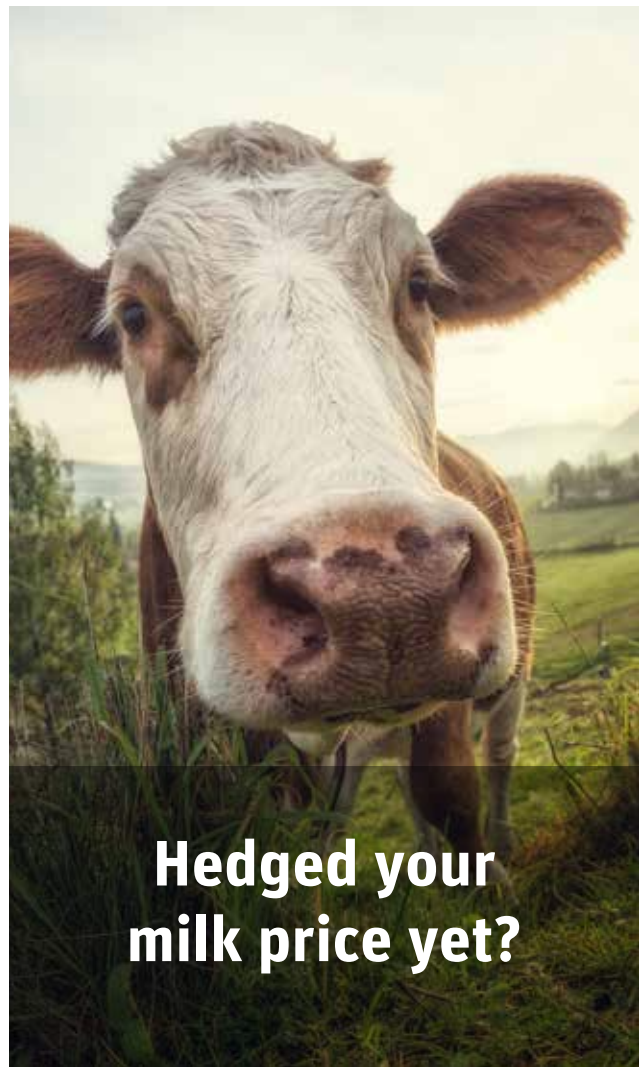
The index for the settlement of the liquid milk contract consists of prices determined in Germany, the Netherlands, Denmark and Ireland which are summarised into an unweighted average. They are based on the prices of the “Milk Market Observatory” of the European Commission as per (EU) No 2017/1185 Article 12 (a) – Annex II. 4(a).



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NEW: Liquid Milk Futures

On 15 August 2018, the EEX has expanded trading in milk products with liquid milk futures. As a result, EEX has become the first exchange in Europe to offer a liquid milk future.



Hedged your milk price yet?

› eex group

› eex

› ecc

› epexspot

› powernext

› pegas

› pxe

› cltx

› nodal

› nodalclear

› gaspoint
nordic

About EEX

The European Energy Exchange (EEX) is the leading energy exchange in Europe which develops, operates and connects secure, liquid and transparent markets for energy and related products. EEX offers contracts on Power, Emission Allowances as well as Freight and Agricultural Products.

Part of EEX Group

EEX Group is a group of specialised companies providing market platforms for energy and commodity products across the globe. The group offers market access and tailor-made solutions to trading participants as well as integrated process handling with its own clearing houses.

EEX Group is based in 16 worldwide locations and is part of Deutsche Börse group.

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