

Guideline relating to

Micro Bond Index (MiBoX)

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This document contains the underlying principles and regulations regarding the structure and the operating of the Micro Bond Index. Anleihen Finder GmbH and Structured Solutions AG shall make every effort to implement regulations. Structured Solutions AG does not offer any explicit or tacit guarantee or assurance, neither pertaining to the results from the use of the index nor the index value at any certain point in time nor in any other respect. The Micro Bond Index is the sole property of Anleihen Finder GmbH that entered into a contract with Structured Solutions regarding the calculation and maintenance of the index. The index is calculated by Structured Solutions and published by the Stuttgart stock exchange. Structured Solutions strives to the best of its ability to ensure the correctness of the calculation. There is no obligation for Structured Solutions AG – irrespective of possible obligations to issuers – to advise third parties, including investors and/or financial intermediaries, of any errors in the index. The calculation and publication of the index by Structured Solutions AG and Anleihen Finder GmbH is no recommendation for capital investment and does not contain any assurance or opinion of Structured Solutions AG regarding a possible investment in a financial instrument based on this index.

Introduction

This document is to be used as a guideline with regard to the composition, calculation and management of the Micro Bond Index. Any changes made to the guideline are initiated by the Committee specified in section 1.6. The Micro Bond Index is the sole property of Anleihen Finder GmbH and is calculated and maintained by Structured Solutions AG.

1 Index specifications

The Micro Bond Index comprises all fixed-income corporate bonds that are denominated in EUR and issued in the mid-cap segments of the exchanges Stuttgart, Frankfurt, Düsseldorf, München or Hamburg&Hannover, or in another mid-cap segment of an exchange. Further, a time to maturity of at least twelve month is required. Thus, the index tracks the price movements of German mid-cap corporate bonds.

The Micro Bond Index is a Total Return Index, i.e. coupon payments will be reinvested in the index.

1.1 Name and ISIN

The Micro Bond Index is distributed under ISIN DE000SLA1MB4; the WKN is SLA1MB. The Index is published in Reuters under the code ".MIBOX" and in Bloomberg under the code "MIBOX Index" .

1.2 Initial value

The index will be calculated every minute starting on 08.03.2012. The index was based on 100 as at the close of trading on 03.01.2011.

1.3 Distribution

The Micro Bond Index is published via the price marketing services of Boerse Stuttgart AG and is distributed to all affiliated vendors.

1.4 Prices and calculation frequency

The Micro Bond Index is calculated based on the most recent prices ("Last") of the respective index components. The index is calculated and distributed every business day every minute from 9:00am to 06:00pm, CET. In the event that data cannot be provided or that there are troubles regarding the price marketing of Structured Solutions AG the index cannot be distributed

1.5 Weighting

On each adjustment day the weight per issuer should not exceed 5%. In case the index comprises less than 21 issuers the maximum weight per issuer is limited to 15 %. The excess weight is allocated proportionally to all index components. The weighting of each index constituent may vary between adjustment days.

The weighting methodology may be amended by the Committee if required due to legal framework.

1.6 Decision-making bodies

A Committee composed of staff from Structured Solutions AG and Anleihen Finder GmbH is responsible for decisions regarding the composition of the Micro Bond Index as well as any amendments to the rules (hereinafter referred to as the "**Committee**" or the "**Index Committee**").

The future composition of the Micro Bond Index is set by the Committee on the selection days. The Committee will also decide about the future composition of the Micro Bond Index if any extraordinary event (merger, insolvency see chapter 2.3) occurs and the implementation of any necessary adjustments.

Members of the Committee can recommend at any time changes to the composition of the Index or to the guideline and submit them to the Committee for approval.

1.7 Publication

All specifications and information relevant for calculating the index are made available on the <http://www.structured-solutions.de> and <http://www.anleihen-finder.de> web pages and sub-pages.

1.8 Historical data

Historical data will be maintained from the launch of the Index on 03.01.2011.

1.9 Licencing

Licences to use the index as the underlying value for derivative instruments are issued to stock exchanges, banks, financial services providers and investment houses by Structured Solutions AG (with the affirmation of Anleihen Finder GmbH).

2 Composition of the Index

2.1 Selection of the Index Components

On the monthly selection day Anleihen Finder GmbH provides the selection pool. The Micro Bond Index comprises all corporate bonds of the selection pool.

In case there is less than one corporate bond in the index, the index calculator will stop calculation according to a decision of the Index Committee.

Extraordinary adjustments are possible.

On 08.03.2012 the index is composed as follows:

Name	ISIN
SIAG SCHAAF INDUSTRIE AG	DE000A1KRAS1
SENVITA SOZIAL GMBH	DE000A1KQ3C2
SAG SOLARSTROM AG	DE000A1K0K53
SAG SOLARSTROM AG	DE000A1E84A4
MASCHINENFABRIK SPAICHIN	DE000A1KQZL5
KTG AGRAR AG	DE000A1H3VN9
GOLDEN GATE AG	DE000A1KQXX5
EYEMAXX REAL ESTATE AG	DE000A1K0FA0
DIC ASSET AG	DE000A1KQ1N3
3W POWER SA	DE000A1A29T7
AIR BERLIN PLC	DE000AB100A6
AIR BERLIN PLC	DE000AB100B4
AIR BERLIN PLC	DE000AB100C2
ALBERT REIFF GMBH CO KG	DE000A1H3F20
CENTROSOLAR GROUP AG	DE000A1E85T1
DUERR AG	DE000A1EWGX1
GERMAN PELLETS GMBH	DE000A1H3J67
JOH FRIED BEHRENS AG	DE000A1H3GE9
KTG AGRAR AG	DE000A1ELQU9
MAG IAS GMBH	DE000A1H3EY2
NABALTEC AG	DE000A1EWL99
PAYOM SOLAR AG	DE000A1H3M96
RENA GMBH	DE000A1E8W96
ROYALBEACH SPIEL UND SPO	DE000A1K0QA7
SIC PROCESSING GMBH	DE000A1H3HQ1
SOLARWATT AG	DE000A1EWPU8
UNIWHEELS HOLDING GMBH	DE000A1KQ367
WINDREICH AG	DE000A1CRMQ7
WINDREICH AG	DE000A1H3V38
BASTEI LUBBE GMBH & CO K	DE000A1K0169
ENO ENERGY GMBH	DE000A1H3V53
FFK ENVIRONMENT GMBH	DE000A1KQ4Z1

GIF - GESELLSCHAFT INDUS	DE000A1K0FF9
HKW PERSONALKONZEPTE GMB	DE000A1K0QR1
KATJES INTERNATIONAL GMB	DE000A1KRBM2
PROCAR AUTOMOBILE FINANZ	DE000A1K0U44
SEMPER IDEM UNDERBERG	DE000A1H3YJ1
VALENSINA GMBH	DE000A1H3YK9
BKN BIOSTROM AG	DE000A1KQ8V1
ALBIS LEASING AG	DE000A1CR0X3

2.2 Ordinary adjustment

The composition of the index is ordinarily adjusted every month on the selection day. New weights will be identified on the adjustment day according to 1.5.

A rebalancing will, aside from to extraordinary adjustments, only take place on the predetermined adjustment days. An ordinary adjustment takes place on the last trading day of each month with a first adjustment in March 2012.

2.3 Extraordinary adjustment

The Index Committee will decide about the future composition and the implementation of any necessary adjustments of the Micro Bond IndeX between two adjustment days if an extraordinary event (e.g. credit event, early redemption) regarding one or more index constituents, occurs.

If an issuer redeems a bond the date of redemption will be regarded as the maturity date. If therefore the time to maturity is less than twelve month the bond will be removed from the index on the next adjustment day.

In case of a credit event the relevant corporate bond will be excluded from the index at the last available market price. If possible, there will be at least two trading days between the official announcement of the credit event by the issuer and the adjustment of the index.

The Index Committee will decide the future composition of the Micro Bond IndeX as well as the trading day which marks the starting of the new adjusted index composition.

3 Calculation of the Index

3.1.1 Index formula

The Micro Bond Index is an index whose value reflects the relative changes in bond values. Therefore the composition and weighting is adjusted every month.

As a formula:

$$Totalreturn_{t,i} = \frac{Dirty Price_{t,i} + PaidCash_{t,i}}{Dirty Price_{t-1,i}} - 1$$

$$weighting_{t,i} = \frac{Dirty Price_{t,i} * WeightingFactor_{rb,i}}{\sum_{i=1}^a Dirty Price_{i,t} * WeightingFactor_{rb,i}}$$

$$Index_{t,i} = Index_{t-1,i} * (1 + \sum_{i=1}^a (Totalreturn_{t,i} * weighting_{t-1,i}))$$

Whereas:

Totalreturn_{t,i} = Total return of the bond i on trading day t

Index_t = Value of the index on trading day t

Index_{t-1} = Value of the index on the last trading day t-1

Dirty Price_{i,t} = Dirty price of the bond i on trading day t, whereas dirty price t is the sum of the clean price of the bond i on trading day t and the accrued interest on trading day t.

Dirty Price_{i,t-1} = Dirty price of the bond i on trading day t-1, whereas dirty price t-1 will be the sum of the clean price of the bond i on trading day t-1 and the accrued interest on trading day t-1.

Weighting_{t,i} = weighting of the bond i on trading day t

WeightingFactor_{rb,i} = weighting factor of bond i on the last adjustment day n, leading to an equal weighting of the bonds in the index on the adjustment day n

PaidCash_{i,t} = a) Value of the coupon payment for bond i on trading day t

b) If a bond i will be removed from the index, the resulting payment of the bond will be included in the paid cash component.

3.2 Accuracy

The value of the index will be rounded to four decimal places.

Trading prices of the constituents will be rounded to four decimal places.

According to the terms of the bond, the index calculator will take the following conventions into account:

Act/Act
Act/360
Act/365
30/360
ISMA 30/360

The index does not take taxes into account and assumes gross coupon payments.

3.3 Adjustments

Indices need to be adjusted for systematic changes in prices once these become effective. Following the Committee's decision the Micro Bond Index is adjusted for special payments, bankruptcy, nominal value changes, capital reductions and redemptions. Thereby possible payments are included in the calculation as „Paid Cash“.

3.4 Calculation of the Index in the event of a Market Disruption Event

An index is not calculated in the event of a market disruption event. If the market disruption event continues over a period of eight trading days, the index calculator calculates the index value, taking into account the market conditions prevailing at this point in time, the last quoted trading price for each of the index components as well as any other conditions that it deems relevant for calculating the index value.

4. Definitions

4.1 index-specific definitions

The **“Selection pool”** in respect of a selection day comprises corporate bonds that fulfill the following conditions:

- (a) Issuance in the mid-cap segments of the exchanges
- (b) Classification as a mid-cap corporate bond
- (c) A residual time to maturity of at least 12 months

4.2 Further definitions

In particular an **“extraordinary event”** is

- an early redemption of the bond
- the nationalisation of a company
- a credit event

The trading price for the index component on the day the event came into effect is the last available market price for this index component quoted on the exchange on the day the event came into effect (or, if a market price is not available for the day the event came into effect, the last available market price quoted on the exchange on a day specified as appropriate by the index calculator), as determined by the index calculator. This price is used as the trading price of the particular index component until the end of the day on which the composition of the Index is next set.

A **“credit event”** is the suspension of debt service, insolvency or failure to pay.

The **“mid-cap segment of the exchanges”** comprises the entry standard for bonds in Frankfurt, the segment Bondm of the Stuttgart stock exchange, the mittelstandsmarkt of the Düsseldorf stock exchange, the Mittelstandsbörse Deutschland BÖAG Hamburg/Hannover, maccess of the Munich stock exchange or every further segment of a German exchange whose main business is the issuance of mid-cap corporate bonds.

“Last price” is (aside from the rules referred to in „extraordinary events“) the last available market price quoted on the respective exchange.

A **“trading day”** is in relation to the index or an index component a trading day on the exchange (or a day that would have been such a day if a market disruption had not occurred), excluding days on which trading may be ceased prior to the normal exchange closing time. The index calculator is ultimately responsible as to whether a certain day is a trading day with regard to the index or an index component or in any other connection relating to this document.

The **“index calculator”** is Structured Solutions AG or any other appropriately appointed successor in this function.

The **“index currency”** is EUR.

“Selection day” is the business day seven business days before the adjustment day.

“Adjustment day” is the last trading day of each month.

A **“market disruption event”** occurs if

1. one of the following events occurs or exists on a trading day prior to the opening quotation time for an index component:
 - A) trading is suspended or restricted (due to price movements that exceed the limits allowed by the exchange or an affiliated exchange, or for other reasons):
 - 1.1. across the whole exchange; or

- 1.2. in options or futures contracts on or with regard to an index component or an index component that is quoted on an affiliated exchange; or
 - 1.3. on an exchange or in a trading or quotation system (as determined by the index calculator) in which an index component is listed or quoted; or
- B) an event that (in the assessment of the index calculator) generally disrupts and affects the opportunities of market participants to execute on the exchange transactions in respect of a share included in the index or to determine market values for a share included in the index or to execute on an affiliated exchange transaction with regard to options and futures contracts on these shares or to determine market values for such options or futures contracts; or
2. trading on the exchange or an affiliated exchange is ceased prior to the usual closing time (as defined below), unless the early cessation of trading is announced by the exchange or affiliated exchange on this trading day at least one hour before
 - (aa) the actual closing time for normal trading on the exchange or affiliated exchange on the trading day in question or, if earlier.
 - (bb) the closing time (if given) of the exchange or affiliated exchange for the execution of orders at the time the quote is given.

“Normal exchange closing time” is the time at which the Exchange or an Affiliated Exchange is normally closed on working days without taking into account after-hours trading or other trading activities carried out outside the normal trading hours; or
 3. a general moratorium is imposed on banking transactions in the country in which the exchange is resident if the above-mentioned events are material in the assessment of the index calculator, whereby the index calculator makes his decision based on those circumstances that he considers reasonable and appropriate.

5 Appendix

5.1 Contact data

Information regarding the Micro Bond Index concept

Structured Solutions AG
Bettinastrasse 30
60325 Frankfurt am Main
Tel.: +49 69 9760 955 00
Fax: +49 69 9760 955 25
indexing@structured-solutions.de

5.2 Calculation of the Index – change in calculation method

The application by the index calculator of the method described in this document is final and binding. The index calculator shall apply the method described above for the composition and calculation of the index. However it cannot be excluded that the market environment, supervisory, legal, financial or tax reasons may require changes to be made to this method. The index calculator may also make changes to the terms and conditions of the index and the method applied to calculate the index, which he deems to be necessary and desirable in order to prevent obvious or demonstrable error or to remedy, correct or supplement incorrect terms and conditions. The index calculator is not obliged to provide information on any such modifications or changes. Despite the modifications and changes the index calculator will take the appropriate steps to ensure a calculation method is applied that is consistent with the method described above.