



**EUROPEAN CENTRAL BANK**

**EUROSYSTEM**

28 August 2007

**Foreign Exchange Contact Group**

Frankfurt, Tuesday 4 September 2007, 16:00 C.E.T

**A G E N D A**

**1. Review of recent market developments**

The members of the Group will exchange views on recent financial market developments and the outlook, introduced by Juan Jose Garcia Petit, BBVA.

**2. Retail FX margin trading in 2007**

Hjalmar Schröder, UBS will introduce the topic FX retail margin trading and provide a picture about the size and growth of the market. The challenges for retail FX offerings and the impact on the wider market will also be addressed.

**3. Review of the FX option markets in general and the outlook for electronic trading in particular**

Two presentations on FX options will be made:

- Hubert de Lambilly (BNP Paribas) will review the option market and cover the general trend in lower volatilities, the new participants, the increasing liquidity and number of currency pairs, the over-leveraging of structured clients, the increasing costs of running the business,....
- The presentation by Stéphane Malrait (Société Générale) will focus on the e-commerce aspects of option trading.

**4. Other Business**

- Debriefing by the secretary of the Operations Managers Group.
- Composition of the group and work programme 2008
- Next meeting agenda: 21 November 2007 at the ECB premises