

LIFFE GENERAL NOTICE NO: 2634

ISSUE DATE: 31 March 2005

EFFECTIVE: 1 April 2005

THREE MONTH EURODOLLAR INTEREST RATE FUTURES CONTRACT

STIR LIQUIDITY PROVIDER (“SLP”) PROGRAMME

Executive Summary

This General Notice informs members of the extension of the additional benefits in the Short Term Interest Rate (“STIR”) Liquidity Provider Programme in respect of the Three Month Eurodollar Interest Rate Futures Contract.

1. Introduction

- 1.1 LIFFE General Notice No. 2399, issued on 2 April 2004, provided details of the availability of additional benefits for individuals registered in the Short Term Interest Rate Liquidity Provider Programme in respect of the Three Month Eurodollar Interest Rate Futures Contract (“the Eurodollar SLP Programme”). These arrangements were subsequently extended and are due to expire at the close of business on 31 March 2005.
- 1.2 This General Notice informs members that the additional benefits for individuals registered in the Eurodollar SLP Programme will be extended for a further six months until the close of business on Friday 30 September 2005.

2. Summary of Additional SLP Benefits

- 2.1 For every Eurodollar Futures Contract traded by an individual Eurodollar SLP during a particular month, that individual will be entitled to a rebate of Exchange transaction fees paid by that individual SLP in respect of three Euribor Futures Contracts or Short Sterling Futures Contracts which that same individual has traded during that same month¹.
- 2.2 The maximum benefit available to an individual Eurodollar Futures SLP in a particular month shall be a rebate of the transaction fees in respect of 39,000 Euribor Futures Contracts or Short Sterling Futures Contracts, which is derived from trading 13,000 Eurodollar Futures Contracts during that same month. **In calculating the Euribor/Short Sterling Futures rebate due to each individual Eurodollar SLP, the Exchange will exclude any volume transacted by the individual SLP as a cross transaction in Eurodollar Futures. The Exchange will also exclude any explicit strategy trade volume as these trades already benefit from a trading fee holiday (as detailed in LIFFE General Notice No. 2632, issued 30 March 2005).**

¹ Such rebate shall be equivalent to 18p per Euribor/Short Sterling Futures Contract, i.e. the average net Exchange transaction fee paid by individual SLPs/ Individual Liquidity Providers (“ILPs”) in respect of Euribor and Short Sterling Futures.

- 2.3 On and from Monday 3 October 2005, the benefits available under the Eurodollar SLP Programme shall revert to those which are set out in LIFFE General Notice No. 2378, issued on 9 March 2004.
- 2.4 Those wishing to apply for SLP status should complete an application form (available from Account Managers or by e-mail from sales@liffe.com) and submit it to their Account Manager at Euronext.liffe. The Exchange's decision as to whether applications should be approved for SLP status shall be final and binding.
- 2.5 Any Euribor and Short Sterling Futures rebates generated by individual Eurodollar SLPs under this Programme will be paid in an identical manner to the rebates generated through other Liquidity Provider Schemes that currently operate in the Exchange's STIR Futures Contracts, i.e. rebates will be paid two months in arrears.

3. Further Information

- 3.1 Members seeking further information in relation to this General Notice should contact Interest Rate Product Management (+ 44 (0)20 7379 2222) at Euronext.liffe.

BY ORDER OF THE BOARD

N E Carew Hunt
Market Secretary