

LONDON NOTICE No. 2725

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SINGAPORE NEW PARTICIPANTS SCHEME

Executive Summary

This Notice advises members of the renewal of the New Participants Scheme for independent traders based in Singapore. The renewed Scheme will operate from 2 January 2006 to 29 December 2006 inclusive, on the revised terms described in this Notice.

1. Introduction

- 1.1 LIFFE Circular No. 04/46, issued on 28 July 2004, informed members of the introduction of the Singapore New Participants Scheme ("the Scheme") which is aimed at independent traders based in Singapore.
- 1.2 This Notice informs members that the Scheme is being renewed, on the revised terms explained in section 2, and will operate from 2 January 2006 until the close of business on 29 December 2006. It will be subject to a review after six months of operation.

2. Revisions to the Scheme

- 2.1 With effect from 2 January 2006, and subject to the terms and conditions summarised in this Notice, the Scheme will offer rebates in respect of Qualifying Business in the Euribor and Short Sterling Futures Contracts and the FTSE 100 Index Futures, FTSEurofirst 80 and FTSEurofirst 100 Index Futures Contracts. Members should note that the Eurodollar Futures Contract will no longer be within the Scheme.
- 2.2 The monthly rebate threshold for each of the five Contracts covered by the Scheme will be as follows:

Web site: www.euronext.com/derivatives

The Euronext Derivatives Markets ("Euronext.liffe") include the markets for derivatives operated by Euronext Amsterdam, Euronext Brussels, Euronext Lisbon, Euronext Paris and LIFFE Administration and Management, referred to respectively as the Amsterdam, Brussels, Lisbon, Paris and London markets.

Month	Rebate Threshold per Contract		Month	Rebate Threshold per Contract
1	1,000 lots		7	3,000 lots
2	1,500 lots		8	3,000 lots
3	2,000 lots		9	3,500 lots
4	2,000 lots		10	3,500 lots
5	2,500 lots		11	4,000 lots
6	2,500 lots		12	5,000 lots

2.3 Registrations under the current Scheme will expire on 30 December 2005. Those individuals participating in the current Scheme will therefore be required to re-register for the renewed Scheme and will start at the Month 1 cap of 1,000 lots as detailed above. For the month of January 2006 only, participants may register at any time during January 2006 to benefit from the Month 1 threshold during that month.

2.4 All other terms and conditions of the renewed Scheme remain the same as those of the Scheme which is in effect until 30 December 2005. For ease of reference, these are summarised in section 3 of this Notice.

3. Summary of Other Terms and Conditions

3.1 To be eligible for participation in the Scheme, an individual must be an independent financial futures trader based in Singapore, whose principal activities include trading futures on a discretionary basis for his own account or for the proprietary account of an employer, and whose trading activity will contribute to price discovery in the marketplace. An individual must be registered for participation in the Scheme by the member through which he accesses the London market.

3.2 Qualifying Business for the Scheme shall be:

- (a) trades executed in the Euribor, Short Sterling, FTSE 100, FTSEurofirst 80 and FTSEurofirst 100 Index Futures Contracts by the participant and assigned to a nominated TRS Account Reference; and
- (b) proprietary business of the participant, or his employer, and not client business.

3.3 Qualifying Business shall be charged at the standard Exchange transaction fee and then rebated, up to a specified threshold in each calendar month. The rebate thresholds for each of the five Contracts covered by the Scheme are as set out in section 2.2.

3.4 Where a participant exceeds the rebate threshold for a Contract in a given calendar month, Exchange transaction fees will be levied on business above the threshold at the standard Exchange transaction fee for such Contract and no rebate shall apply to such business¹. LCH.Clearnet Ltd clearing fees of 3 pence per side, per lot will be applied to all traded volume transacted by Scheme participants, whether above or below the threshold.

3.5 Members may register participants at any time during the duration of the Scheme, up to and including the penultimate month of the Scheme. Irrespective of when an individual begins

¹ The standard Exchange transaction fee is as follows: 25 pence per side, per lot for Euribor, Short Sterling and FTSE 100 Index Futures and 15 pence per side, per lot for FTSEurofirst 80 and 100 Index Futures.

his participation in the Scheme, he will always start at Month 1 (rebate threshold of 1,000 lots for each Contract covered by the Scheme). To benefit from rebated Exchange transaction fees in a particular calendar month, participants must be registered with the Exchange prior to the start of that calendar month, except for the month of January 2006, as described in section 2.3 above. Members should note that, in order to obtain the full benefit of the Scheme, participants need to join the Scheme before, or in, January 2006, as the Scheme ends in December 2006 for all participants irrespective of when they joined the Scheme.

- 3.6 The TRS Account Reference provided as part of the application may be a general (omnibus) account for multiple Singapore-based traders. In such cases, the member concerned will be expected to maintain a separate rebate threshold per trader, on the basis of the table set out in paragraph 2.2 (e.g. in Month 1, each trader within the omnibus account will have a discrete rebate threshold of 1,000 lots per Contract). Any under-utilised rebate thresholds should not be made available to other traders within the omnibus account who have traded above their threshold level.
- 3.7 Rebates of Exchange transaction fees under the Scheme will be made to the members concerned, in respect of the relevant TRS Account References, during the following calendar month.
- 3.8 **Members wishing to register individuals for participation in the Scheme should request a copy of the formal Terms and Conditions in respect of the Scheme and an Application Form from their Account Manager at Euronext.liffe. The Exchange reserves the right to limit participation in the Scheme and shall accept individuals for participation at its absolute discretion.**

For further information in relation to this Notice, members should contact:

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