

## LONDON NOTICE No. 2866

ISSUE DATE: 28 March 2007

EFFECTIVE DATE: 2 April 2007

### SHORT TERM INTEREST RATE (“STIR”) OPTIONS

### EXTENSION OF DESIGNATED MARKET MAKER (“DMM”) APPOINTMENTS

#### Executive Summary

This Notice informs members of the extension of Designated Market Maker (“DMM”) appointments in the Three Month Euro (EURIBOR) Options and Mid-Curve Options Contracts and the Three Month Sterling (Short Sterling) Options and Mid Curve Options Contracts. In addition, this Notice provides members with details of two new DMM appointments.

1. London Notice No. 2804, issued on 29 September 2006, informed members, among other things, of the extension of Designated Market Maker (“DMM”) appointments in the following Short Term Interest Rate (“STIR”) Options Contracts:
  - (a) Three Month Euro (EURIBOR), including Mid-Curve; and
  - (b) Three Month Sterling (Short Sterling), including Mid-Curve.
2. **Subject to the completion of legal agreements**, this Notice informs members of the extension of the DMM appointments in the STIR Options Contracts listed above for a further six months from 2 April 2007 until the close of business on 28 September 2007 inclusive.
3. Members are also advised of the appointment of International Marketmakers Combination Trading B.V. as a DMM in the Three Month Euro (EURIBOR) Interest Rate Options and Mid-Curve Options Contracts and STA Options Limited, trading through Schneider Trading Associates Limited, as a DMM in the Three Month Sterling (Short Sterling) Interest Rate Options and Mid-Curve Options Contracts.
4. The Attachment to this Notice contains details of all DMMs and their market making obligations in relation to such Option Contracts.
5. All DMM appointments are subject to standard contractual terms (e.g. in respect of early termination).
6. Further information concerning the DMMs can be found on the Euronext website at [www.euronext.com/stirs/marketmakers](http://www.euronext.com/stirs/marketmakers).

Web site: [www.euronext.com/derivatives](http://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.

7. The Exchange remains committed to continuing to improve and develop its STIR portfolio and to offering its members the most efficient and effective market place for the trading of STIR contracts. Members who wish to suggest new ideas and initiatives for the future development of the Exchange's STIR portfolio should contact Interest Rate Product Management at Euronext.liffe.

For further information in relation to this Notice, members should contact their Account Manager or the following:

Interest Rate Product Management    +44 (0) 20 7379 2222    [stirs@liffe.com](mailto:stirs@liffe.com)

<b>SHORT TERM INTEREST RATE (“STIR”) OPTIONS CONTRACTS – DESIGNATED MARKET MAKERS (“DMMs”)</b>	
<b>Three Month Euro (EURIBOR) including Mid-Curve</b>	<b>Three Month Sterling (Short Sterling) including Mid-Curve</b>
<ul style="list-style-type: none"> <li>• ADG Market Making LLP</li> <li>• Atlantic Trading LLP</li> <li>• BNP Paribas S.A.</li> <li>• DRW Investments (UK) Limited</li> <li>• Fiscus Fund Management LLP, trading through Fortis Bank Global Clearing N.V.</li> <li>• <b>International Marketmakers Combination Trading B.V</b></li> <li>• Investec Bank (UK) Ltd</li> <li>• KC-CO II LLC</li> <li>• Liquid Capital Markets Limited</li> <li>• Mako Fixed Income Partnership LLP</li> <li>• Marex Financial Limited</li> <li>• Mizuho Corporate Bank Ltd, trading through Mizuho Securities USA Inc</li> <li>• Nico Trading UK Ltd, trading through Nico Trading Inc</li> <li>• RV Capital LLP</li> <li>• Saen Options BV</li> <li>• Sequoia Capital LLP</li> <li>• Sigma Derivatives, trading through Fortis Bank Global Clearing N.V.</li> <li>• Société Générale</li> <li>• STA Options Limited, trading through Schneider Trading Associates Limited</li> <li>• Tradelink Worldwide Ltd</li> <li>• Winchmore Capital LLP</li> <li>• DMM A</li> </ul>	<ul style="list-style-type: none"> <li>• Atlantic Trading LLP</li> <li>• DRW Investment (UK) Limited</li> <li>• Investec Bank (UK) Ltd</li> <li>• KC-CO II LLC</li> <li>• Liquid Capital Markets Limited</li> <li>• Mako Fixed Income Partnership LLP</li> <li>• Marex Financial Limited</li> <li>• Mizuho Corporate Bank Ltd, trading through Mizuho Securities USA Inc</li> <li>• Nico Trading UK Ltd, trading through Nico Trading Inc</li> <li>• RV Capital LLP</li> <li>• Saen Options BV</li> <li>• Sequoia Capital LLP</li> <li>• Sigma Derivatives, trading through Fortis Bank Global Clearing N.V.</li> <li>• Société Générale</li> <li>• <b>STA Options Limited, trading through Schneider Trading Associates Limited</b></li> <li>• Tradelink Worldwide Ltd</li> <li>• Winchmore Capital LLP</li> <li>• DMM A</li> </ul>
<p><u>Obligations</u></p> <ol style="list-style-type: none"> <li>1. For 90% of each trading session (that is, contract opening through to close), each DMM, upon demand, will be required to quote two way competitive prices and order sizes, either: <ul style="list-style-type: none"> <li>(a) over the telephone; or (b) through LIFFE CONNECT®.</li> </ul> </li> <li>2. Upon reasonable demand, each DMM will be required to provide the Exchange with theoretical pricing of Options Contracts to assist the Exchange with intra-day modelling and settlements publication.</li> </ol> <p><u>Exemptions</u></p> <ol style="list-style-type: none"> <li>1. On UK, US, German and Swiss national holidays, the Exchange will determine which DMM obligations, if any, should be honoured.</li> <li>2. Where intra-day market conditions prevent a DMM from honouring its obligations, for example over the announcement of significant economic news and during technical issues, the DMM must inform the Exchange at its earliest convenience.</li> </ol>	