

LONDON NOTICE No. 2891

ISSUE DATE: 18 May 2007
EFFECTIVE DATE: 18 May 2007

COCOA FUTURES CONTRACT (EXCHANGE CONTRACT NO. 401)

ROBUSTA COFFEE FUTURES CONTRACT (EXCHANGE CONTRACT NO. 406)

INTRODUCTION OF EXPLICIT REQUIREMENTS FOR SELLERS TO DELIVER ACCURATE WARRANTS

INCREASE IN THE NUMBER OF DAYS IN WHICH TO ACCEPT A TENDER IN RESPECT OF A COCOA FUTURES CONTRACT

Executive Summary

This Notice informs members of: (a) the introduction of explicit requirements for Sellers to deliver accurate warrants; and (b) an increase in the number of days in which to accept a tender in respect of a Cocoa Futures Contract.

1. Following consultation with members and other market users, the Exchange has determined to make the following contract changes:
 - (i) the addition of explicit requirements in the Cocoa and Robusta Coffee Futures Contracts for the Seller to ensure that warrants tendered for delivery are accurate and complete in all respects; and
 - (ii) in respect of the Cocoa Futures Contract, an increase in the number of days in which Delivery Unit(s) can be accepted from seven to ten business days, for those Delivery Units not subject to Conversion under the Contract terms.
2. The specific revisions to the Cocoa Futures Contract and the Robusta Coffee Futures Contract are set out in Attachment 1 and Attachment 2, respectively, to this Notice.
3. The amendments referred to in this Notice shall apply to the July 2007 delivery month and all subsequent delivery months of both the Cocoa and Robusta Coffee Futures Contracts.

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.

4. The necessary amendments to the Contract Specifications of the Cocoa Futures Contract and the Robusta Coffee Futures Contract will appear in the London Market Handbook and on the Euronext website (www.euronext.com) in due course.
5. For further information in relation to this Notice, members should contact one of the following:

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Revisions to the Cocoa Futures Contract
(Exchange Contract No. 401)

(Additions are underlined and deletions are ~~struckthrough~~)

Contract Terms

16. Delivery

16.02 No later than the time specified for that purpose in the Administrative Procedures, the Seller shall deliver the Warrant accurate and complete in all respects to the Clearing House:

- (a) on the Settlement Day the Warrant in respect of each Delivery Unit, other than a Delivery Unit to be converted from a Nominated Bulk Delivery Unit, to be delivered by the Seller under a Contract; and
- (b) on the Conversion Settlement Day or on the Extended Conversion Settlement Day, as the case may be, the Warrant in respect of each Converted Delivery Unit formed upon the conversion of a Nominated Bulk Delivery Unit to be delivered by the Seller under a Contract.

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16.09 A Buyer shall be deemed to have accepted a Delivery Unit delivered under term 16.02, by the time stipulated in the Administrative Procedures on the Business Day which:

- (a) in respect of each Delivery Unit other than a Delivery Unit to be converted from a Nominated Bulk Delivery Unit, is ~~seven~~ ten Business Days immediately after the Settlement Day; or
- (b) in respect of each Converted Delivery Unit formed upon the conversion of a Nominated Bulk Delivery Unit, is seven Business Days immediately after the Conversion Settlement Day or the Extended Conversion Settlement Day, as the case may be,

(each date being referred to as the “Acceptance Date”) unless the Buyer has, not later than the time stipulated in the Administrative Procedures on the relevant Acceptance Date, notified the Exchange and the Clearing House in accordance with the Rules, of the Buyer’s intention to refer a claim or dispute to arbitration. The Clearing House will promptly notify the Seller of the Buyer’s notification.

Revisions to the Robusta Coffee Futures Contract
(Exchange Contract No. 406)

(Additions are underlined and deletions are ~~struckthrough~~)

Administrative Procedures

10 Settlement Day

- (a) A tender received by the Clearing House after 12.00 hours on a business day is to be counted as received the following business day. Subject hereto, the date of tender is the business day on which a tender is received by the Clearing House.
- (b) A warrant will not be accepted unless rent is written up (that is to say, the warrant is endorsed by the Warehousekeeper with the words “Rent paid”) in respect of the period to at least the last day of the month immediately preceding the delivery month. Subject to paragraph (c) below, the Seller shall make an allowance for any rent short of the Settlement Day at the daily rate per lot for the time being agreed by the Board and the Clearing House. Subject as aforesaid, the Buyer shall make an allowance at the same rate for any rent written up beyond the Settlement Day.
- (c) In the last two sentences of paragraph (b) above, concerning allowance for rent, the references to the Settlement Day are to be construed as references to the fourteenth day after the date of tender, whether or not it is a business day.
- (d) The Seller shall ensure that the warrant delivered to the Clearing House is accurate and complete in all respects.