

## **LONDON NOTICE No. 2953**

ISSUE DATE: 26 October 2007  
EFFECTIVE DATE: 26 October 2007

### **SHORT TERM INTEREST RATE (“STIR”) OPTIONS DESIGNATED MARKET MAKER (“DMM”) SCHEME**

#### **UPDATE TO THE LIST OF DESIGNATED MARKET-MAKERS**

##### **Executive Summary**

This Notice provides Members with an updated list of Designated Market-Makers (“DMMs”) in the Three Month Euro (EURIBOR) Interest Rate Options and Mid-Curve Options Contracts and the Three Month Sterling (Short Sterling) Interest Rate Options and Mid-Curve Options Contracts.

1. London Notice No. 2933, issued on 6 September 2007, informed Members, amongst other things, of the extension of 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. This Notice informs Members of a revised list of DMMs in the Contracts listed above, and their market-making obligations in relation to such Option Contracts under the STIR Options DMM scheme.
3. The DMM arrangements will remain in place until the close of business on 31 March 2008. All DMM appointments are subject to standard contractual terms (e.g. in respect of early termination).
4. 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 Derivatives at Liffe.

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

Interest Rate Derivatives

+44 (0)20 7379 2222

stirs@liffe.com

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

The **Euronext Derivatives Markets (“Liffe”)** comprise 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. Euronext is part of the NYSE Euronext group.

**SHORT TERM INTEREST RATE (“STIR”) OPTIONS CONTRACTS – DESIGNATED MARKET MAKERS (“DMMs”) IN THE STIR OPTIONS DMM SCHEME**

<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>• International Marketmakers Combination Trading B.V</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>• Mizuho Corporate Bank Ltd, trading through Mizuho Securities USA Inc</li> <li>• Nico Trading UK Ltd, trading through Nico Trading Inc</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>• ADG Market Making LLP</li> <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>• Mizuho Corporate Bank Ltd, trading through Mizuho Securities USA Inc</li> <li>• Nico Trading UK Ltd, trading through Nico Trading Inc</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>• Winchmore Capital LLP</li> <li>• DMM A</li> </ul>
<p><u>Obligations</u></p> <p>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:</p> <p style="padding-left: 20px;">(a) over the telephone; or</p> <p style="padding-left: 20px;">(b) through LIFFE CONNECT®</p> <p>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.</p> <p><u>Exemptions</u></p> <p>1. On UK, US and German national holidays, the Exchange will determine which DMM obligations, if any, should be honoured.</p> <p>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.</p>	