

LONDON NOTICE NO. 3721

Issue Date: 23 May 2013

Effective Date: 24 May 2013

UNIVERSAL STOCK FUTURES CONTRACT (BASED ON COMPANY SHARES, DEPOSITARY RECEIPTS AND EXCHANGE TRADED FUND SHARES) (EXCHANGE CONTRACT NO. 66F)

OPTION CONTRACT ON EQUITY RELATED SECURITIES (INCLUDING COMPANY SHARES, DEPOSITARY RECEIPTS AND EXCHANGE TRADED FUND SHARES) (EXCHANGE CONTRACT NO. 201F)

EQUITY RELATED SECURITY CONTRACT (INCLUDING COMPANY SHARES, DEPOSITARY RECEIPTS AND EXCHANGE TRADED FUND SHARES) (EXCHANGE CONTRACT NO. 211)

INTRODUCTION WITHIN BCLEAR OF ADDITIONAL FLEXIBLE FUTURES AND OPTION CONTRACTS

Executive Summary

This Notice informs Members of the introduction of number of additional flexible Universal Stock Futures Contracts ("USFs"), including a USF based on the iShares MSCI Emerging Markets Exchange Traded Fund share and flexible Individual Equity Option Contracts within Bclear on 24 May 2013.

1. Introduction

1.1 This Notice informs Members of the introduction of a number of flexible Universal Stock Futures Contracts ("USFs") and flexible Individual Equity Option Contracts ("IEOs") within Bclear with effect from 24 May 2013.

2. Additions to the List of Contract Details

2.1 On and from 24 May 2013:

- (a) flexible USFs based on certain ordinary company shares and the iShares MSCI Emerging Markets Exchange Traded Fund share ("ETF") will be made available under the terms of Exchange Contract No. 66F as set out in Attachment 1 to this Notice; and
- (b) flexible IEOs will be made available under the terms of Exchange Contract No. 201F on the company shares set out in Attachment 2 to this Notice. In addition, for the purposes of Stock Contingent Trades, further Equity Shares Contracts will be made available under the terms of Exchange Contract No. 211 on the company shares set out in Attachment 3 to this Notice.

3. U.S. Regulatory Position

- 3.1 Members should note that currently U.S. persons are not permitted to engage in transactions which are confirmed via Bclear, with the exception of specified options based on UK shares and the FTSE 100 Index. For further information please see London Notice No. [3069](#), issued on 4 September 2008.

4. Additional Information

- 4.1 Exchange Contract No. 66F has been amended to reflect the inclusion of flexible futures contracts on ETFs including revisions to Contract Term 26 (“Statement in relation to EDSP Price Formation”). The full statement is set out below, with additions shown underlined. The Exchange draws the revised statement to the attention of potential users and Members should ensure that their clients are made aware of the statement.

“Statement in relation to EDSP Price Formation

Potential users of the USF contracts made available on The London International Financial Futures and Options Exchange should familiarise themselves with the relevant contract terms of those contracts. Potential users should also assess for themselves, or take professional advice in relation to, the risks inherent in any such investment, and in particular those having possible impact on a Contract’s pricing or value.

These include:

- (i) whether or not there is a relevant listing authority (UK or otherwise) which imposes obligations in relation to certain aspects of corporate behaviour or disclosure; and
- (ii)(a) where a Contract is cash settled, possible influences on price formation in the underlying cash market which might affect the reference price used for settling the Contract, as explained below.
- (ii)(b) Price formation leading to the EDSP for the cash settled USF contracts is subject to similar influences to those in the case of many other cash-settled contracts. Trading activity on the relevant stock market during the EDSP period is likely to be affected by the activity of particular market participants who are seeking to obtain price convergence at the EDSP between offsetting stock and derivatives positions. Such participants might typically seek to achieve this by unwinding their stock positions during the EDSP period at prices which will, in turn, be used to determine the final EDSP. A consequence of this concentrated activity might be that the final EDSP differs from the share price immediately prior to the commencement of the EDSP period and, if relevant, from the share price immediately following that period.
- (ii)(c) Potential users should familiarise themselves with the mechanism used by the Relevant Stock Exchange to determine the price which is used as the reference price to settle the Contract. Relevant Stock Exchanges may have alternative arrangements for determining such price in certain circumstances e.g. due to insufficient liquidity during a closing auction

and these alternative arrangements may tend to be applied more frequently to certain securities than to others.

Potential users should, therefore, consider the risks of holding positions into the expiry of the cash settled USF contracts. In particular, they should consider their exposure to potentially unfavourable price movements in the expiry and whether to take steps to neutralise such exposure; for example, taking into account that there may be relatively limited liquidity provision, whether to “roll” or close positions prior to expiry.”

- 4.2 An updated version of Exchange Contract No. 66F and updated Lists of Contract Details in respect of Exchange Contracts No. 66F, No. 201F and No. 211 will be made available in the London Market Handbook on the NYSE Euronext website (www.nyx.com/londonmarkethandbook) in due course.
- 4.3 Additional information, including business days and hours, Bclear fees and other information with respect to the operation of Bclear, can be found on the NYSE Euronext website (www.nyx.com/bclear).

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

Equity Derivatives Product Management +44 (0) 20 7379 2200

equities@nyx.com

**ADDITIONS TO THE LIST OF CONTRACT DETAILS IN RESPECT OF EXCHANGE CONTRACT NO 66F
UNIVERSAL STOCK FUTURES CONTRACT
(BASED ON COMPANY SHARES, DEPOSITARY RECEIPTS AND EXCHANGE TRADED FUND SHARES)
(CASH SETTLED AND PHYSICAL DELIVERY CONTRACTS)**

KEY:

¹ A business day in the context of the settlement period (i.e. T+4) is described as a day on which a particular security can be settled in CREST or Euroclear, irrespective of a currency holiday in the local market.

All times are London times.

RELEVANT STOCK EXCHANGE: BORSA ITALIANA

Company	ISIN Code	Contract Code		Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Minimum EDSP Price Increment	Lot Size (number of shares)	Time trading ceases on Last Trading Day ("LTD")	Reference Day	Relevant Reference Price	Settlement Day ¹	
		Cash Settlement	Physical Delivery									Cash Settlement	Physical Delivery
DiaSorin SpA	IT0003492391	DIQ	DIJ	EUR	EUR	0.0001	0.0001	1000	17:30	Business day immediately following LTD	Opening auction price determined by Borsa Italiana on the Reference Day	Market day immediately following the Reference Day	Fourth Business Day after the Reference Day
Salvatore Ferragamo SpA	IT0004712375	SLE	SLA	EUR	EUR	0.0001	0.0001	1000	17:30	Business day immediately following LTD	Opening auction price determined by Borsa Italiana on the Reference Day	Market day immediately following the Reference Day	Fourth Business Day after the Reference Day

RELEVANT STOCK EXCHANGE: LONDON STOCK EXCHANGE

Company	ISIN Code	Contract Code		Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Minimum EDSP Price Increment	Lot Size (number of shares)	Time trading ceases on Last Trading Day ("LTD")	Reference Day	Relevant Reference Price	Settlement Day ¹	
		Cash Settlement	Physical Delivery									Cash Settlement	Physical Delivery
iShares MSCI Emerging Markets ETF	IE00B0M63177	ISG	ISO	GBX	GBX	0.01	0.01	1000	16:30	LTD	Official Closing Price	Market day immediately following LTD	Fourth Business Day after LTD

RELEVANT STOCK EXCHANGE: LONDON STOCK EXCHANGE (INTERNATIONAL ORDER BOOK)

Company	ISIN Code	Contract Code		Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Minimum EDSP Price Increment	Lot Size (number of shares)	Time trading ceases on Last Trading Day ("LTD")	Reference Day	Relevant Reference Price	Settlement Day ¹		Depository Bank	Ratio (shares per DR/DS)
		Cash Settlement	Physical Delivery									Cash Settlement	Physical Delivery		
PIK Group GDRs	US69338N2062	n/a	PIK	USD	USD	0.0001	0.0001	100	15:30	LTD	Official Closing Price	n/a	Fourth Business Day after LTD	Deutsche Bank	1

RELEVANT STOCK EXCHANGE: SIX SWISS EXCHANGE

Company	ISIN Code	Contract Code		Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Minimum EDSP Price Increment	Lot Size (number of shares)	Time trading ceases on Last Trading Day ("LTD")	Reference Day	Relevant Reference Price	Settlement Day ¹	
		Cash Settlement	Physical Delivery									Cash Settlement	Physical Delivery
Compagnie Financiere Richemont SA	CH0045039655	RIN	RIP	CHF	CHF	0.001	0.001	100	16:30	LTD	Official Closing Price	Market day immediately following LTD	Fourth Business Day after LTD

RELEVANT STOCK EXCHANGE: OSLO STOCK EXCHANGE

Company	ISIN Code	Contract Code		Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Minimum EDSP Price Increment	Lot Size (number of shares)	Time trading ceases on Last Trading Day ("LTD")	Reference Day	Relevant Reference Price	Settlement Day ¹	
		Cash Settlement	Physical Delivery									Cash Settlement	Physical Delivery
Atea ASA	NO0004822503	ATP	ATE	NOK	NOK	0.01	0.01	100	15:30	LTD	Official Closing Price	Market day immediately following LTD	Fourth Business Day after LTD
Norsk Hydro ASA	NO0005052605	NHY	NHZ	NOK	NOK	0.01	0.01	100	15:30	LTD	Official Closing Price	Market day immediately following LTD	Fourth Business Day after LTD

ADDITIONS TO THE LIST OF CONTRACT DETAILS AND OTHER RELEVANT INFORMATION IN RESPECT OF EXCHANGE CONTRACT NO 201F
OPTION CONTRACT ON EQUITY SHARES, DEPOSITARY RECEIPTS AND EXCHANGE TRADED FUNDS

Attachment 2 to London Notice No. 3721

KEY: AMR American Style Exercise EUR European Style Exercise
CSH Cash Settled contracts PHY Physical Delivery contracts

All times are London times

RELEVANT STOCK EXCHANGE: BORSA ITALIANA

Company	ISIN Code	Contract Code				Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Minimum EDSP Price Increment	Lot Size (number of shares)	Last Trading Day		Time trading ceases on the Last Trading Day	Reference Day	Daily Reference Price	CSH	PHY	Settlement Day*			
		AMR/ CSH	AMR/ PHY	EUR/ CSH	EUR/ PHY						Expiry Reference Price	Reference Price used in the Automatic Exercise Facility				AMR/CSH	AMR/PHY	EUR/CSH	EUR/PHY		
											CSH	PHY									
Ansaldo STS SpA	IT0003977540	n/a	ANU	ANQ	ANJ	EUR	EUR	0.0001	0.0001	1000	Business day before Expiry Day	Expiry Day	16:30	Expiry Day	n/a	Opening auction price determined by Borsa Italiana on the Reference Day	Reference price as determined by Borsa Italiana	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Azimut Holding SpA	IT0003261697	n/a	AZL	AZS	AZI	EUR	EUR	0.0001	0.0001	1000	Business day before Expiry Day	Expiry Day	16:30	Expiry Day	n/a	Opening auction price determined by Borsa Italiana on the Reference Day	Reference price as determined by Borsa Italiana	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Banca Popolare dell Emilia Romagna	IT0000066123	n/a	BPZ	BPD	BPH	EUR	EUR	0.0001	0.0001	1000	Business day before Expiry Day	Expiry Day	16:30	Expiry Day	n/a	Opening auction price determined by Borsa Italiana on the Reference Day	Reference price as determined by Borsa Italiana	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Davide Campari - Milano SpA	IT0003849244	n/a	DA2	DA3	DA4	EUR	EUR	0.0001	0.0001	1000	Business day before Expiry Day	Expiry Day	16:30	Expiry Day	n/a	Opening auction price determined by Borsa Italiana on the Reference Day	Reference price as determined by Borsa Italiana	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
DiaSorin SpA	IT0003492391	n/a	DI1	DI2	DI3	EUR	EUR	0.0001	0.0001	1000	Business day before Expiry Day	Expiry Day	16:30	Expiry Day	n/a	Opening auction price determined by Borsa Italiana on the Reference Day	Reference price as determined by Borsa Italiana	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Salvatore Ferragamo SpA	IT0004712375	n/a	SL2	SL3	SL4	EUR	EUR	0.0001	0.0001	1000	Business day before Expiry Day	Expiry Day	16:30	Expiry Day	n/a	Opening auction price determined by Borsa Italiana on the Reference Day	Reference price as determined by Borsa Italiana	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Tod's SpA	IT0003007728	n/a	TD1	TD2	TD3	EUR	EUR	0.0001	0.0001	1000	Business day before Expiry Day	Expiry Day	16:30	Expiry Day	n/a	Opening auction price determined by Borsa Italiana on the Reference Day	Reference price as determined by Borsa Italiana	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day

RELEVANT STOCK EXCHANGE: NEW YORK STOCK EXCHANGE

Company	ISIN Code	Contract Code				Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Minimum EDSP Price Increment	Lot Size (number of shares)	Last Trading Day	Time trading ceases on the Last Trading Day	Reference Day	Daily Reference Price	CSH	PHY	Settlement Day*			
		AMR/ CSH	AMR/ PHY	EUR/ CSH	EUR/ PHY										Expiry Reference Price	Reference Price used in the Automatic Exercise Facility	AMR/CSH	AMR/PHY	EUR/CSH	EUR/PHY
Accenture Plc	IE00B4BNMY34	n/a	AC0	AC1	AC2	USD	USD	0.001	0.001	100	Expiry Day	14:30	Expiry Day	Official Opening Price	Official Opening Price	Official Opening Price	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Boeing Company	US0970231058	n/a	BO0	BO1	BO2	USD	USD	0.001	0.001	100	Expiry Day	14:30	Expiry Day	Official Opening Price	Official Opening Price	Official Opening Price	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
CVS Caremark Corp	US1266501006	n/a	QY0	QY1	QY2	USD	USD	0.001	0.001	100	Expiry Day	14:30	Expiry Day	Official Opening Price	Official Opening Price	Official Opening Price	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Honeywell International Inc	US4385161066	n/a	HY0	HY1	HY2	USD	USD	0.001	0.001	100	Expiry Day	14:30	Expiry Day	Official Opening Price	Official Opening Price	Official Opening Price	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Monsanto Co	US61166W1018	n/a	MN0	MN1	MN2	USD	USD	0.001	0.001	100	Expiry Day	14:30	Expiry Day	Official Opening Price	Official Opening Price	Official Opening Price	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Visa Inc	US92826C8394	n/a	VS0	VS1	VS2	USD	USD	0.001	0.001	100	Expiry Day	14:30	Expiry Day	Official Opening Price	Official Opening Price	Official Opening Price	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day
Walt Disney Co/The	US2546871060	n/a	WQL	WQS	WQI	USD	USD	0.001	0.001	100	Expiry Day	14:30	Expiry Day	Official Opening Price	Official Opening Price	Official Opening Price	n/a	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day

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**List of Company Shares that may be the subject of a Stock Contingent Trade
in respect of Exchange Contract No. 211**

RELEVANT STOCK EXCHANGE: BORSA ITALIANA

Company	Share	Settlement Day	Minimum Price Fluctuation
Ansaldo STS SpA	IT0003977540	Third Business day after trade date	0.0001 EUR
Azimut Holding SpA	IT0003261697	Third Business day after trade date	0.0001 EUR
Banca Popolare dell Emilia Romagna	IT0000066123	Third Business day after trade date	0.0001 EUR
Davide Campari - Milano	IT0003849244	Third Business day after trade date	0.0001 EUR
DiaSorin SpA	IT0003492391	Third Business day after trade date	0.0001 EUR
Salvatore Ferragamo SpA	IT0004712375	Third Business day after trade date	0.0001 EUR
Tod's SpA	IT0003007728	Third Business day after trade date	0.0001 EUR

RELEVANT STOCK EXCHANGE: NEW YORK STOCK EXCHANGE

Company	Share	Settlement Day	Minimum Price Fluctuation
Accenture Plc	IE00B4BNMY34	Third Business day after trade date	0.001 USD
Boeing Company	US0970231058	Third Business day after trade date	0.001 USD
CVS Caremark Corp	US1266501006	Third Business day after trade date	0.001 USD
Honeywell International Inc	US4385161066	Third Business day after trade date	0.001 USD
Monsanto Co	US61166W1018	Third Business day after trade date	0.001 USD
Visa Inc	US92826C8394	Third Business day after trade date	0.001 USD
Walt Disney Co/The	US2546871060	Third Business day after trade date	0.001 USD