

## LONDON NOTICE No. 3106

ISSUE DATE: 23 December 2008  
EFFECTIVE DATE: 2 January 2009

### EURO SWAPNOTE<sup>®</sup> CONTRACTS

### APPOINTMENT OF DESIGNATED MARKET MAKERS

#### Executive Summary

This Notice informs Members of the appointment of Designated Market Makers ("DMMs") in the Euro Swapnote<sup>®</sup> Futures Contracts.

1. London Info-Flash No. LO08/26, issued on 4 December 2008, invited Members to apply for DMM status in the Euro Swapnote<sup>®</sup> Futures Contracts.
2. **Subject to the completion of legal agreements**, this Notice confirms the appointment of DMMs in the Euro Swapnote<sup>®</sup> Futures Contracts. The DMM Scheme will be in place from **2 January 2009 until the close of business on 30 June 2009**. The DMM appointments are subject to standard contractual terms (e.g. in respect of early termination).
3. Details of the DMMs and their market making obligations are contained in the Attachment to this Notice.
4. The Exchange remains committed to continuing to improve and develop its product portfolio and to offering its Members the most efficient and effective market place for the trading of Swapnote<sup>®</sup> Contracts. Members who wish to suggest new ideas and initiatives for the future development of the Exchange's Swapnote<sup>®</sup> portfolio should contact Fixed Income Derivatives Product Management at Liffe.

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

Fixed Income Derivatives

+44 (0)20 7379 2222

stirs@liffe.com

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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.

**Euro Swapnote<sup>®</sup> Futures Contracts:  
Designated Market Maker (“DMM”) Obligations**

**1. Two Year Euro Swapnote<sup>®</sup> Futures Contract**

<b>DMM</b>	<b>“Front” Month Maximum Bid/Offer Spread</b>	<b>Minimum Order Size (Lots)</b>	<b>Trading Session Presence</b>
A	0.015	100	80%
B	0.015	100	80%
C	0.015 0.025	50 50	40% 40%
D	0.020	250	80%

**2. Five Year Euro Swapnote<sup>®</sup> Futures Contract**

<b>DMM</b>	<b>“Front” Month Maximum Bid/Offer Spread</b>	<b>Minimum Order Size (Lots)</b>	<b>Trading Session Presence</b>
A	0.080	50	80%
D	0.070	75	80%

**3. Ten Year Euro Swapnote<sup>®</sup> Futures Contract**

<b>DMM</b>	<b>“Front” Month Maximum Bid/Offer Spread</b>	<b>Minimum Order Size (Lots)</b>	<b>Trading Session Presence</b>
A	0.100	50	80%
D	0.100	50	80%

4. In addition, to assist the quarterly “roll over” of these Contracts, DMMs are required, for eleven business days up to and including the Last Trading Day of the “front” quarterly delivery month, to meet the following maximum bid/offer spread and minimum order size obligations in respect of the front month calendar spread strategy:

**Two Year Euro Swapnote<sup>®</sup> Futures Contract**

<b>DMM</b>	<b>Calendar Spread Maximum Bid/Offer Spread</b>	<b>Minimum Order Size (Lots)</b>	<b>Trading Session Presence</b>
A	0.015	100	80%
B	0.015	100	80%
C	0.020 0.025	50 50	40% 40%

### **Five Year Euro Swapnote<sup>®</sup> Futures Contract**

<b>DMM</b>	<b>Calendar Spread Maximum Bid/Offer Spread</b>	<b>Minimum Order Size (Lots)</b>	<b>Trading Session Presence</b>
A	0.080	50	80%

### **Ten Year Euro Swapnote<sup>®</sup> Futures Contract**

<b>DMM</b>	<b>Calendar Spread Maximum Bid/Offer Spread</b>	<b>Minimum Order Size (Lots)</b>	<b>Trading Session Presence</b>
A	0.10	50	80%

#### **5. Exemptions**

On UK and European national holidays, the Exchange will determine which DMM obligations, if any, are to be honoured.

With the prior agreement of the Exchange, the DMM will not be required to quote during a 10 minute period starting 5 minutes prior to the announcement of significant economic data.