

LONDON NOTICE No. 3163

ISSUE DATE: 16 June 2009
EFFECTIVE DATE: 29 June 2009

OPTION ON LONG GILT FUTURES CONTRACT

LIST OF DESIGNATED MARKET MAKERS

Executive Summary

This Notice informs Members of the commencement date of the Designated Market Maker (“DMM”) Scheme in the Option on Long Gilt Futures Contract (the “Long Gilt Options Scheme”) and provides Members with a list of DMMs in the Long Gilt Options Scheme.

1. London Info-Flash No. LO09/19, issued on 8 June 2009, provided Members with a list of DMMs in the Long Gilt Options Scheme.
2. This Notice informs Members that the Long Gilt Options Scheme will commence and, subject to the completion of legal agreements, the DMM appointments will become effective on **Monday 29 June 2009**. All DMM appointments are subject to standard contractual terms (e.g. in respect of early termination).
3. The DMM arrangements will remain in place until the close of business on 10 May 2010. Details of the DMMs and their market making obligations are contained in the Attachment to this Notice.

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

Fixed Income Derivatives +44 (0)20 7379 2222 bonds@liffe.com

Web site: www.nyx.com/liffe

The **Euronext Derivatives Markets** 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.

<p align="center">OPTION ON LONG GILT FUTURES CONTRACT – DESIGNATED MARKET MAKERS (“DMMs”) IN THE LONG GILT OPTION SCHEME</p>
<ul style="list-style-type: none"> • CTC London Limited • DRW Investments LLC (UK branch) • DMM A, trading through The Kyte Group Limited • International MarketMaker Combination Trading B.V. • Liquid Capital Markets Limited • Mako Fixed Income Partnership LLP • Sequoia Capital LLP • Winchmore Capital LLP
<p><u>DMM obligations</u></p> <ol style="list-style-type: none"> 1. For 90% of each trading session (that is, contract opening through to close), each DMM, upon demand i.e. in response to a Request For Quotes (“RFQ”) or a telephone request for quotes, will be required to quote two way competitive prices and order sizes, either over the telephone, or through LIFFE CONNECT®. 2. Upon reasonable demand, each DMM will be required to provide the Exchange with theoretical pricing of Long Gilt Options Contracts to assist the Exchange with intra-day modelling and settlements publication. <p><u>Exemptions</u></p> <ol style="list-style-type: none"> 1. On UK, US and German national holidays, the Exchange will determine which DMM obligations, if any, should be honoured. 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.