

LONDON NOTICE NO. 3668

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10 December 2012

EURO SWISS FRANC (EUROSWISS) OPTIONS CONTRACT

APPLICATION OF THE GUARANTEED CROSS FUNCTIONALITY

Executive Summary

This Notice informs Members of the application of the Guaranteed Cross functionality to the Euro Swiss Franc (Euroswiss) Options Contract.

1. Introduction

- 1.1 In order to further harmonise the Exchange's STIR Options Contracts the Exchange has determined to make available the Guaranteed Cross ("GTX") functionality for the Euroswiss Options Contract ("the Contract") **with effect from 10 December 2012.**

2. GTX Functionality

- 2.1 The requirements in relation to GTX functionality are set out in the NYSE Liffe Trading Procedures at section 3.4.7(b). Where business is submitted as a Guaranteed Cross, the price of the matching orders must be:
- (a) within the prevailing best bid and offer price in the Central Order Book; or
 - (b) at the best bid or best offer price in the Central Order Book if the differential between such best bid and best offer is the minimum price movement of the Contract concerned, subject to each order within the Guaranteed Cross satisfying minimum volume thresholds; or
 - (c) where a bid but no offer, or an offer but no bid, exists in the Central Order Book, better than such bid or offer; and

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- (d) in any event, at a price which represents a fair value for the trade.
- 2.2 The Attachment to this Notice confirms the minimum volume thresholds that will apply in relation to the GTX functionality and details the amendments that will be made to Annexe One of the NYSE Liffe Trading Procedures.
- 2.3 An updated version of Annexe One to the NYSE Liffe Trading Procedures will be made available in the London Market Handbook on the NYSE Euronext website (www.nyx.com/liffe) in due course.

For further information relating to this Notice, Members should contact:

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Annexe One (Part II) to the NYSE Liffe Trading Procedures
(Additions are shown underlined)

Guaranteed Cross Transactions

As specified in Part One Trading Procedure 3.4.7(b), for designated contracts pre-negotiated matching business may be executed using the Guaranteed Cross Facility.

Business executed in this manner is subject to the pricing parameters set out in Part One Trading Procedure 3.4.8. The tables below specify which products may be traded using the Guaranteed Cross Facility and the volume threshold which applies to Guaranteed Crosses where the price is at the best bid or offer (which is only permissible when the bid/offer spread is at the minimum price movement for the Contract concerned, i.e. it is at “one tick”).

The London Market

Product	Guaranteed Cross available	Volume threshold for crossing in a “one tick” market
<u>Euroswiss Options</u>	<u>Yes</u>	<u>Please see details below</u>

<u>Euroswiss Options</u>	<u>Outrights in all months</u>	<u>1,500</u>
	<u>Strategies involving all months</u>	<u>1,500 each leg of strategy</u>