

LONDON NOTICE No. 2804

ISSUE DATE: 29 September 2006

EFFECTIVE DATE: 2 October 2006

SHORT TERM INTEREST RATE ("STIR") OPTIONS

EXTENSION OF DESIGNATED MARKET MAKER ("DMM") APPOINTMENTS

Executive Summary

This Notice informs members of the extension of Designated Market Maker ("DMM") appointments in the Three Month Euro (EURIBOR) Options and Mid-Curve Options Contracts and the Three Month Sterling (Short Sterling) Options and Mid Curve Options Contracts. In addition, Saen Options BV has joined the Scheme in respect of the Three Month Euro (EURIBOR) Options and Mid-Curve Options Contracts.

1. London Circular No. 06/33, issued on 22 September 2006, informed members, among other things, of the extension of Designated Market Maker ("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. **Subject to the completion of legal agreements**, this Notice informs members of the extension of the DMM appointments in the STIR Options Contracts listed above for a further six months from 2 October 2006 until the close of business on 30 March 2007 inclusive. It also informs members of the appointment of Saen Options BV as a DMM in the Three Month Euro (EURIBOR), including Mid-Curve, Options Contracts on the same basis.
3. All DMM appointments are made on standard contractual terms (e.g. in respect of early termination).
4. The Attachment to this Notice contains details of all DMMs and their market making obligations in relation to such Option Contracts.
5. Further information concerning the DMMs can be found on the Euronext website at www.euronext.com/stirs/marketmakers.

Web site: www.euronext.com/derivatives

The **Euronext Derivatives Markets ("Euronext.liffe")** include 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 NV, PO Box 19163, 1000 GD Amsterdam, The Netherlands

6. 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 Product Management at Euronext.liffe.

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

Interest Rate Product Management +44 (0) 20 7379 2222 stirs@liffe.com

SHORT TERM INTEREST RATE (“STIR”) OPTIONS CONTRACTS – DESIGNATED MARKET MAKERS (“DMMs”)	
Three Month Euro (EURIBOR) including Mid-Curve	Three Month Sterling (Short Sterling) including Mid-Curve
<ul style="list-style-type: none"> • Atlantic Trading Limited • BNP Paribas S.A. • DRW Investments (UK) Limited • Investec Bank (UK) Ltd • Liquid Capital Markets Limited • Mako Fixed Income Partnership LLP • Nico London, trading through Nico Trading Inc • RV Capital BV • Saen Options BV • Sequoia Capital LLP • Sigma Derivatives, trading through Fortis Bank Global Clearing NV • Société Générale • STA Options Limited, trading through Schneider Trading Associates Limited • Tradelink Worldwide Ltd • Winchmore Capital LLP 	<ul style="list-style-type: none"> • Atlantic Trading Limited • DRW Investments (UK) Limited • Investec Bank (UK) Ltd • Liquid Capital Markets Limited • Mako Fixed Income Partnership LLP • RV Capital BV • Sequoia Capital LLP • Sigma Derivatives, trading through Fortis Bank Global Clearing NV • Société Générale • Tradelink Worldwide Ltd • Winchmore Capital LLP
<p><u>Obligations</u></p> <ol style="list-style-type: none"> 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: <ol style="list-style-type: none"> over the telephone; or through LIFFE CONNECT®. 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><u>Exemptions</u></p> <ol style="list-style-type: none"> On UK, US, German and Swiss national holidays, the Exchange will determine which DMM obligations, if any, should be honoured. 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. 	