

## **LONDON NOTICE No. 2786**

ISSUE DATE: 10 August 2006  
EFFECTIVE DATE: 17 August 2006

**OPTION CONTRACT ON EQUITY SHARES  
DENOMINATED IN STERLING  
(EXCHANGE CONTRACT NO. 201)**

**OPTION CONTRACT ON EQUITY SHARES  
(AMERICAN-STYLE AND EUROPEAN-STYLE EXERCISE)  
PHYSICAL DELIVERY AND CASH SETTLED CONTRACTS  
(EXCHANGE CONTRACT NO. 201F)**

**EQUITY SHARES CONTRACT  
(EXCHANGE CONTRACT NO. 211)**

**UNIVERSAL STOCK FUTURES CONTRACT (CASH SETTLEMENT)  
(EXCHANGE CONTRACT NO. 56)**

**UNIVERSAL STOCK FUTURES CONTRACT  
(EXCHANGE CONTRACT NO. 66F)**

**INTRODUCTION OF STANDARD LIFE PLC CONTRACTS**

### **Executive Summary**

This Notice provides details of the introduction of Standard Life plc Contracts which are to be made available through LIFFE CONNECT<sup>®</sup> and Bclear on and from Thursday 17 August 2006.

### **1. Introduction**

- 1.1 On and from Thursday 17 August 2006, the Exchange will make available, via LIFFE CONNECT<sup>®</sup> and Bclear, certain contracts based on the shares of Standard Life plc.

Web site: [www.euronext.com/derivatives](http://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**

## 2. Details of Option Contracts to be made available through LIFFE CONNECT®

- 2.1 On and from Thursday 17 August 2006, Standard Life plc Equity Options – and, for the purpose of Stock Contingent Trades, Equity Shares Contracts - will be made available for trading in the Central Order Book (and also via the Block Trade Facility in the case of the Standard Life plc Equity Option Contract) under the terms of Exchange Contracts No. 201 and No. 211 respectively, on the following shares:

Company	Share	ISIN Code	Underlying Stock Exchange	Option Lot Size
Standard Life plc	10 pence	GB00B16KPT44	London Stock Exchange	1,000

- 2.2 An updated list of company shares in respect of Exchange Contracts No. 201 and No. 211 will be made available on the Euronext website ([www.euronext.com](http://www.euronext.com)) in due course.
- 2.3 The following table provides further details of the option expiry months that will initially be made available for trading:

Option	Contract Code	Expiry Cycle	Initial Expiry Months
Standard Life plc	LFI	Nearest three of March, June, September and December	September 2006, December 2006 and March 2007

- 2.4 The new Standard Life plc Equity Option Contract shall be included in the Exchange's Block Trade Facility with effect from Thursday 17 August 2006. The Block Trade minimum volume threshold for the new Standard Life plc Equity Option Contract shall be 500 lots.

## 3. Market Making Arrangements

- 3.1 Members wishing to apply for Primary Market Maker ("PMM") status in the new Equity Option Contract should complete LIFFE Form 148 (for existing PMMs) or LIFFE Form 149 (for members who are not currently PMMs), both of which are available from Justin Matijasevich at [Euronext.liffe](mailto:Justin.Matijasevich@euronext.liffe). **Applications must be submitted in confidence to Justin Matijasevich as sealed bids no later than by the close of business on Wednesday 16 August 2006.** Incomplete applications will not be valid or accepted. Similarly, applications received after the application deadline will be rejected.
- 3.2 Members should refer to London Circular No. 06/07, issued on 14 March 2006, for a description of the PMM Scheme.
- 3.3 The monthly base volume threshold in respect of the calculation of compensation payments to PMMs shall be 500 in relation to the Standard Life plc Equity Option.
- 3.4 Members are reminded that, as detailed in London Circular No. 06/07, the current PMM Scheme in respect of Equity Option Contracts will be in place until the close of business on 30 March 2007.
- 3.5 The daily message allocation for a PMM who intends to use price injection models in respect of the Standard Life plc Equity Option will be 5,000. Members are reminded that daily message allocations are subject to revision (i.e. allocations may be increased or decreased) should the Exchange need to review the use of bandwidth capacity.

3.6 Further information on the use of Automated Price Injection Models and the daily message allocation for PMMs is available in London Circular No. 06/07.

3.7 Members are reminded that the appointment of a PMM will be subject to a binding contract ("the Agreement") between the successful applicant and the Exchange. A completed application does not constitute such an Agreement. Furthermore, a successful applicant's PMM status, and therefore the period for which he may receive financial benefits, may not be deemed to have commenced until such Agreement is completed, signed and returned to the Exchange.

#### **4. Details of Futures Contracts to be made available through LIFFE CONNECT®**

4.1 The Exchange has determined to make the Standard Life plc Universal Stock Futures Contract available for trading via the MATCH Facility on and from Thursday 17 August 2006.

4.2 Contract Details are set out in Attachment 1 to this Notice and will appear on the Euronext website ([www.euronext.com](http://www.euronext.com)) in due course.

4.3 The initial delivery months to be made available for trading shall be the September 2006, December 2006, March 2007 and June 2007 delivery months.

#### **5. Offer and Sale in the United States**

5.1 The new Equity Option Contract will be an "Approved Option" (as defined in LIFFE General Notice No. 436, issued on 16 June 1992) in respect of the transaction of LIFFE CONNECT® business with certain U.S. entities. By extension, such arrangements also apply to the offer and sale in the United States of the corresponding Equity Shares Contract given that it has to be executed as part of a Stock Contingent Trade.

5.2 The full list of Approved Options on the Euronext website ([www.euronext.com](http://www.euronext.com)) will be updated in due course.

#### **6. Details of Contracts to be made available through Bclear**

6.1 On and from Thursday 17 August 2006, the following contracts shall be made available through Bclear:

- (a) the Standard Life plc Universal Stock Futures Contract, under the terms of Exchange Contract No. 56 (please see paragraph 4.3 of this Notice which provides details of the initial delivery months to be made available);
- (b) flexible Standard Life plc Universal Stock Futures Contracts, under the terms of Exchange Contract No. 66F;
- (c) the Standard Life plc Equity Option Contract, under the terms of Exchange Contract No. 201 (please see paragraph 2.3 of this Notice which provides details of the initial expiry months to be made available). In addition, Standard Life plc Equity Shares Contracts will be made available under the terms of Exchange Contract No. 211 for the purposes of Stock Contingent Trades; and
- (d) flexible Standard Life plc Equity Option Contracts, under the terms of Exchange Contract No. 201F.

- 6.2 The necessary additions to the List of Contract Details in respect of Exchange Contract No. 56 are set out in Attachment 1 to this Notice, while those in respect of Exchange Contracts No. 66F and No. 201F are set out in Attachment 2. Each will be made available in the London Market Handbook and on the Euronext web site ([www.euronext.com](http://www.euronext.com)) in due course.
- 6.3 Additional information, including applicable minimum volume requirements, business days and hours, Bclear fees and other information with respect to the operation of Bclear, can be found in London Notices No. 2695, No. 2697 and No. 2738, issued on 17 October 2005, 20 October 2005 and 7 February 2006 respectively, and on the Euronext website at the following address: [www.euronext.com/bclear/contracts](http://www.euronext.com/bclear/contracts).
- 6.4 Members are reminded that U.S. persons are not permitted to engage in transactions which are confirmed via Bclear prior to approval by the relevant U.S. regulatory authorities. The Exchange will advise members in due course if and when such approval is granted.

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

Equity Product Management	+44 (0)20 7379 2200	<a href="mailto:equities@liffe.com">equities@liffe.com</a>
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**Effective Date: 17 August 2006**

**ADDITION TO THE LIST OF CONTRACT DETAILS IN RESPECT OF  
EXCHANGE CONTRACT NO. 56**

**UNIVERSAL STOCK FUTURES CONTRACT  
(CASH SETTLEMENT)**

Relevant Stock Exchange: **London Stock Exchange**

<b>Company</b>	<b>Standard Life plc</b>
<b>Shares</b>	£0.10
<b>ISIN Code</b>	GB00B16KPT44
<b>TRS Code</b>	LFE
<b>Relevant Stock Exchange</b>	London Stock Exchange
<b>Underlying Currency</b>	£
<b>Relevant Currency</b>	£
<b>Minimum Price Fluctuation</b>	0.25 pence
<b>Lot size (number of shares)</b>	1000
<b>Last Trading Day (“LTD”)</b>	Third Friday of the delivery month
<b>Last Trading Day: time trading ceases</b>	16:30 hours (London time)
<b>Reference Day</b>	LTD
<b>Relevant Reference Price</b>	Official Closing Price
<b>Conversion Rate</b>	n/a
<b>Settlement Day</b>	Market day immediately following LTD

**ADDITIONS TO THE LIST OF CONTRACT DETAILS IN RESPECT OF  
EXCHANGE CONTRACT NO. 66F**

Company	ISIN Code	TRS Code		Underlying Currency	Relevant Currency	Minimum Price Fluctuation	Lot Size (number of shares)	Time trading ceases on Last Trading Day ("LTD")	Reference Day	Relevant Reference Price	Settlement Day	
		Cash Settlement	Physical Delivery								Cash Settlement	Physical Delivery
Standard Life plc	GB00B16KPT44	LFY	n/a	GBX	GBX	0.25 pence	1000	16:30 hours (London time)	LTD	Official Closing Price	Market day immediately following LTD	n/a

**ADDITIONS TO THE LIST OF CONTRACT DETAILS IN RESPECT OF  
EXCHANGE CONTRACT NO. 201F**

Company	ISIN Code	TRS Code				Relevant Currency	Minimum Price Fluctuation	Lot Size (number of shares)	Last trading day	Time trading ceases on the Expiry Day	Reference Day	Daily Reference Price	Expiry Reference Price	Settlement Day			
		AMR/ CSH	AMR/ PHY	EUR/ CSH	EUR/ PHY									AMR/CSH	AMR/PHY	EUR/CSH	EUR/PHY
Standard Life plc	GB00B16KPT44	LFU	LFQ	LFJ	LFX	GBX	0.25 pence	1000	Expiry Day	16:30	Expiry Day	Official Closing Price	Official Closing Price	Market day immediately following the Reference Day	Fourth Business Day after Expiry Day	Market day immediately following the Reference Day	Fourth Business Day after Expiry