

LONDON NOTICE No. 3088

Equivalent Notices are being issued to Members of each Liffe Market

ISSUE DATE: 3 November 2008
EFFECTIVE DATE: 5 November 2008

REVISED VERSION OF THE CORPORATE ACTIONS POLICY

Executive Summary

This Notice informs Members of changes which have been made to the Corporate Actions Policy. Most of the changes consist of clarifications of the Policy. The revised version of the Corporate Actions Policy is attached to this Notice and will come into effect on 5 November 2008.

1. The purpose of this Notice is to provide Members with the updated version of the Corporate Actions Policy, which is set out in the Attachment to this Notice (the changes from the previous version are highlighted for ease of reference). The main changes can be summarised as follows:
 - (a) **Adjustment of Lot Size (section 4.2):** this section has been revised to clarify the applicability of lot size adjustments to different expiry/delivery months of a contract.
 - (b) **Package Method (section 5.2):** this section has been amended to explain that Liffe may settle fractions of shares in cash and that if an underlying share in a package is subject to a corporate action, Liffe may decide to adjust the number of shares in the package instead of the exercise prices and lot size.
 - (c) **Mergers and Takeovers (section 6.6):** in section 6.6 some minor changes have been made to the formula to calculate the ratio in the case of a mixed bid.
 - (d) **De-listing (section 6.8):** this is a new section which has been added to explain the treatment of a de-listing of the underlying share.
 - (e) **Special circumstances (section 6.9):** this is a new section which has been added to explain the procedure in respect of an underlying share that is no longer tradable and/or deliverable.

Web site: www.nyx.com/liffe

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.

(f) Calculation of Fair Value (appendix 1): in appendix 1, a footnote has been added with regards to the use of interest rates.

2. Please note that this Notice is solely intended to clarify the changes that will become effective on 5 November 2008. If there are any inconsistencies between the wording of this Notice and the Corporate Actions Policy itself, the Corporate Actions Policy will prevail.

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

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