

LONDON NOTICE No. 3344

A related Notice is being issued by NYSE Liffe U.S.

ISSUE DATE: 19 October 2010
EFFECTIVE DATE: 19 October 2010

MSCI EURO AND MSCI PAN-EURO INDEX CONTRACTS (EXCHANGE CONTRACTS NO. 301)

DE-LISTING OF THE MSCI EURO INDEX CONTRACT AND SUSPENSION OF CERTAIN CONTRACT MONTHS OF THE MSCI PAN-EURO INDEX CONTRACT

CHANGE TO THE EDSP METHOD FOR THE MSCI PAN-EURO INDEX CONTRACT

Executive Summary

This Notice provides details of the immediate de-listing of all contract months of the MSCI Euro Index Contract and the suspension of certain contract months of the MSCI Pan-Euro Index Contract.

This Notice also provides details of a revised methodology for determining the Exchange Delivery Settlement Price of the MSCI Pan-Euro Index Contract.

This Notice requires the immediate attention of Members' staff involved with the trading and settlement of NYSE Liffe equity derivatives products. Members should ensure that clients are made aware of the arrangements detailed in this Notice.

1. Members are advised that, on and from Monday 1 November 2010, NYSE Liffe's derivatives market in the United States, NYSE Liffe U.S., will make available for trading on LIFFE CONNECT[®], MSCI Euro and MSCI Pan-Euro Index Futures Contracts. NYSE Liffe U.S. Notice No. 23/2010, issued on 19 October 2010, refers.
2. As a consequence, at the close of business on 19 October 2010:
 - (a) all contract months of the MSCI Euro Index Contract (TRS code MCU) will be de-listed; and
 - (b) contract months from June 2011 onwards in respect of the MSCI Pan-Euro Index Contract (TRS code MCP) will be suspended,

from the London market of NYSE Liffe (LIFFE).

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.

3. Furthermore, Members are advised that the **December 2010 and March 2011 contract months of the MSCI Pan-Euro Index Contract will be subject to a revised Exchange Delivery Settlement Price (“EDSP”) methodology**, which will mirror the methodology to be used for the new contracts listed on NYSE Liffe U.S. For the December 2010 and March 2011 contract months, the Official Closing Index Level (“OCIL”) (referred to as the Closing Index Value in the Contract Specification) of the MSCI Pan-Euro Index on the Last Trading Day will be taken and subsequently rounded to the nearest 0.01 to form the EDSP. Members should note that this differs from the current rounding convention of 0.1.
4. The OCIL is established using the Official Closing Prices of each constituent security in the MSCI Pan-Euro Index and is normally published to the market by MSCI Barra at or around 18:30 hours London time. Therefore, as a result of these changes, in respect of the December 2010 and March 2011 contract months, trading in the MSCI Pan-Euro Index Contract on the Last Trading Day will cease at 16:30 hours London time instead of the current 12:00:30 hours.
5. The relevant excerpts of the Administrative Procedures for Exchange Contract No. 301 dealing with the revised arrangements set out in paragraphs 3 and 4 above can be found in the Attachment to this Notice. The revised full Contract Specification for Exchange Contract No. 301 will be made available in the London Market Handbook and on the NYSE Euronext website (www.nyx.com/liffe).
6. Members are also advised that, on and from 20 October 2010, the minimum volume threshold for Block Trades transacted and Bclear trades reported in the MSCI Pan-Euro Index Futures Contracts will be reduced from 250 lots to 1 lot.
7. Members who wish to trade the MSCI Euro and Pan Euro Index Futures Contracts on NYSE Liffe U.S. must ensure that the NYSE Liffe U.S. Clearing firm they use has the appropriate arrangements in place with the Options Clearing Corporation and settlement banks to enable them to trade the MSCI Euro and Pan-Euro Index Futures Contracts.

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

Equity Derivatives Product Management +44 (0)20 7379 2200 equities@liffe.com

Revisions to Exchange Contract No. 301
(Additions shown underlined/deletions ~~struck through~~)

(C) ADMINISTRATIVE PROCEDURES FOR
EQUITY INDEX CONTRACTS

EDSP Time	In respect of the AEX Index, from and including 14:30 hours to and including 15:00 hours on the Last Trading Day.
	In respect of the BEL 20 Index, from and including 14:40 hours to and including 15:00 hours on the Last Trading Day.
	In respect of the CAC 40 Index, from and including 14:40 hours to and including 15:00 hours on the Last Trading Day.
	In respect of the FTSEurofirst 80 Index, the FTSEurofirst 100 Index the time at which the Closing Index Value is established on the Last Trading Day.
	In respect of the FTSE Eurotop 100 Index the MSCI Euro Index, the MSCI Pan-Euro Index and the FTSEurofirst 300 Index, from and including 11.35 hours to and including 12.00 hours on the Last Trading Day.
	<u>In respect of the MSCI Pan-Euro Index, the time at which the Closing Index Value is established on the Last Trading Day.</u>
	In respect of the PSI 20 Index, the time at which the Closing Index Value is established on the Last Trading Day.
	In respect of the MSCI Net Total Return Indices, 09:00 hours on the market day following the Last Trading Day.
<u>Last Trading Day in respect of the FTSE Eurotop 100 Index, the MSCI Euro Index, the MSCI Pan-Euro Index and the FTSEurofirst 300 Index</u>	
10.45 hours	The last time for notification to exchange officials under term 6.01 of any error or alleged error in the Index due to any error or alleged error in the weighting of the price for any constituent stock of the Index. No correction to the Index shall be made in respect of any such error which is first notified to exchange officials or which first comes to their attention after this time.
	The Exchange shall publish any correction to the Index under term 6.01 as soon as reasonably practicable.
30 seconds after 12.00 hours	Trading in Contracts for the relevant delivery month shall cease.

as soon as reasonably practicable after cessation of trading but no later than 15.00 hours

The Exchange will publish a provisional EDSP.

Before calculating the provisional EDSP, exchange officials shall take the last eighty-one Index figures calculated, the last of such figures being the calculation made at 12.00 hours and the first being a calculation made not earlier than 11.35 hours, and shall exclude the twelve highest (or, in the event of equality, twelve of the highest) and the twelve lowest (or, in the event of equality, twelve of the lowest) of those eighty-one figures.

The remaining fifty-seven shall be the Index figures used to calculate the EDSP in accordance with term 5.01.

The Exchange will, together with the provisional EDSP, publish the last eighty-one Index figures referred to above.

30 minutes after the publication of the provisional EDSP

The last time for notification to exchange officials of an error or alleged error in the Index of a kind falling to be dealt with under term 6.02.

In any investigation into an alleged or apparent error in the Index in accordance with term 6.02, exchange officials shall have regard, in reaching an opinion as to whether an error has been made, to the Ground Rules in force at the time.

As soon as reasonably practicable after the expiry of the 30 minute period referred to above

The Exchange will publish the final EDSP.

Last Trading Day in respect of the MSCI Pan-Euro Index

15.15 hours

The last time for notification to exchange officials under term 6.01 of any error or alleged error in the Index due to any error or alleged error in the weighting of the price for any constituent stock of the Index. No correction to the Index shall be made in respect of any such error which is first notified to exchange officials or which first comes to their attention after this time.

The Exchange shall publish any correction to the Index under term 6.01 as soon as reasonably practicable.

16.30 hours

Trading in Contracts for the relevant delivery month shall cease.

as soon as reasonably practicable after cessation of trading.

The Exchange will publish a provisional EDSP.

The EDSP shall be the Closing Index Value on the Last Trading Day rounded in accordance with the convention as specified in Table 1.

30 minutes after the publication of the provisional EDSP

The last time for notification to exchange officials of an error or alleged error in the Index of a kind falling to be dealt with under term 6.02.

In any investigation into an alleged or apparent error in the Index in

accordance with term 6.02, exchange officials shall have regard, in reaching an opinion as to whether an error has been made, to the Ground Rules in force at the time.

as soon as reasonably practicable after the expiry of the 30 minute period referred to above

The Exchange will publish the final EDSP.

Settlement Day

By 10.00 hours

All payments required by term 7.01 to be made by the Buyer and the Seller shall have been completed.

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