

## LONDON NOTICE No. 2770

ISSUE DATE: 16 June 2006  
EFFECTIVE DATE: 16 June 2006

### **EURO SWAPNOTE<sup>®</sup> CONTRACT (EXCHANGE CONTRACT NO. 701S)**

### **U.S. DOLLAR SWAPNOTE<sup>®</sup> CONTRACT (EXCHANGE CONTRACT NO. 710)**

### **LISTS OF NOTIONAL CASHFLOWS FOR DECEMBER 2006 DELIVERY MONTH**

#### **Executive Summary**

This Notice defines the notional cashflows for the Two Year, Five Year and Ten Year Euro Swapnote<sup>®</sup> Contracts and the Two Year, Five Year and Ten Year U.S. Dollar Swapnote<sup>®</sup> Contracts in respect of the December 2006 delivery month.

1. In accordance with term 3.01 of the contract terms for Exchange Contracts No. 701S and No. 710, the Exchange is required to publish, in respect of new delivery months of the Swapnote<sup>®</sup> Contracts, "Lists of Notional Cashflows" detailing the notional fixed rates, the notional principal (together referred to as the "notional cashflows") and payment dates and day count fractions in respect of the notional cashflows.
2. The List of Notional Cashflows for the December 2006 delivery month of the Two Year, Five Year and Ten Year Euro Swapnote<sup>®</sup> Contracts forms Attachment 1 to this Notice, while the equivalent List for the U.S. Dollar Swapnote<sup>®</sup> Contracts forms Attachment 2.
3. In accordance with the algorithm detailed in the contract terms, the dates of the notional cashflows are adjusted for days which are not Target business days (with respect to the Euro Swapnote<sup>®</sup> Contracts) and which are not business days in both London and New York (with respect to the U.S. Dollar Swapnote<sup>®</sup> Contracts) and the size of each notional fixed rate is adjusted to account for any additional or reduced daily accrual (N.B. the payment date is thus also adjusted, but the size of the notional principal remains unchanged). This procedure is in accordance with the swap market "modified following" business day convention.

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

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Web site: <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.

**Euro Swapnote<sup>®</sup> Contracts: Lists of Notional Cashflows****Issue Date: 16 June 2006****Delivery Month: December 2006****Last Trading Day: 18 December 2006****Effective (Delivery) Date: 20 December 2006**

<b>6.00% Two Year Euro Swapnote<sup>®</sup> December 2006</b>			<b>6.00% Five Year Euro Swapnote<sup>®</sup> December 2006</b>			<b>6.00% Ten Year Euro Swapnote<sup>®</sup> December 2006</b>		
Cashflow Payment Date <sup>1</sup>	Relevant Day Count Fraction <sup>2</sup>	Notional Cashflow <sup>3</sup>	Cashflow Payment Date <sup>1</sup>	Relevant Day Count Fraction <sup>2</sup>	Notional Cashflow <sup>3</sup>	Cashflow Payment Date <sup>1</sup>	Relevant Day Count Fraction <sup>2</sup>	Notional Cashflow <sup>3</sup>
20-Dec-07	1.00000000	6.00000000	20-Dec-07	1.00000000	6.00000000	20-Dec-07	1.00000000	6.00000000
22-Dec-08	1.00555556	106.03333336	22-Dec-08	1.00555556	6.03333336	22-Dec-08	1.00555556	6.03333336
			21-Dec-09	0.99722222	5.98333332	21-Dec-09	0.99722222	5.98333332
			20-Dec-10	0.99722222	5.98333332	20-Dec-10	0.99722222	5.98333332
			20-Dec-11	1.00000000	106.00000000	20-Dec-11	1.00000000	6.00000000
						20-Dec-12	1.00000000	6.00000000
						20-Dec-13	1.00000000	6.00000000
						22-Dec-14	1.00555556	6.03333336
						21-Dec-15	0.99722222	5.98333332
						20-Dec-16	0.99722222	105.98333332

<sup>1</sup> All notional cashflow dates are adjusted for days which are not Target business days.

<sup>2</sup> The day-count fraction represents the number of years from the previous notional cashflow date (or delivery day where appropriate) to the specified notional cashflow date, calculated on a 30/360 day count basis. The fraction is rounded to eight decimal places prior to being used in calculations and ensures that if a notional cashflow date is deferred in order to accommodate a non-Target business day, the appropriate notional coupons are increased/decreased by the appropriate daily coupon accrual.

<sup>3</sup> The day-count fraction is rounded to eight decimal places and is then multiplied by the notional coupon to give the notional cashflow. This is not rounded when establishing the Exchange Delivery Settlement Price ("EDSP"). For convenience, each notional cashflow quoted above is rounded to eight decimal places, albeit that this rounded number would not be used to calculate the EDSP.

**U.S. Dollar Swapnote<sup>®</sup> Contracts: Lists of Notional Cashflows****Issue Date: 16 June 2006****Delivery Month: December 2006****Last Trading Day: 18 December 2006****Effective (Delivery) Date: 20 December 2006**

<b>6.00% Two Year U.S. Dollar Swapnote<sup>®</sup> December 2006</b>			<b>6.00% Five Year U.S. Dollar Swapnote<sup>®</sup> December 2006</b>			<b>6.00% Ten Year U.S. Dollar Swapnote<sup>®</sup> December 2006</b>		
Cashflow Payment Date <sup>1</sup>	Relevant Day Count Fraction <sup>2</sup>	Notional Cashflow <sup>3</sup>	Cashflow Payment Date <sup>1</sup>	Relevant Day Count Fraction <sup>2</sup>	Notional Cashflow <sup>3</sup>	Cashflow Payment Date <sup>1</sup>	Relevant Day Count Fraction <sup>2</sup>	Notional Cashflow <sup>3</sup>
20-Jun-07	0.50000000	3.00000000	20-Jun-07	0.50000000	3.00000000	20-Jun-07	0.50000000	3.00000000
20-Dec-07	0.50000000	3.00000000	20-Dec-07	0.50000000	3.00000000	20-Dec-07	0.50000000	3.00000000
20-Jun-08	0.50000000	3.00000000	20-Jun-08	0.50000000	3.00000000	20-Jun-08	0.50000000	3.00000000
22-Dec-08	0.50555556	103.03333336	22-Dec-08	0.50555556	3.03333336	22-Dec-08	0.50555556	3.03333336
			22-Jun-09	0.50000000	3.00000000	22-Jun-09	0.50000000	3.00000000
			21-Dec-09	0.49722222	2.98333332	21-Dec-09	0.49722222	2.98333332
			21-Jun-10	0.50000000	3.00000000	21-Jun-10	0.50000000	3.00000000
			20-Dec-10	0.49722222	2.98333332	20-Dec-10	0.49722222	2.98333332
			20-Jun-11	0.50000000	3.00000000	20-Jun-11	0.50000000	3.00000000
			20-Dec-11	0.50000000	103.00000000	20-Dec-11	0.50000000	3.00000000
						20-Jun-12	0.50000000	3.00000000
						20-Dec-12	0.50000000	3.00000000
						20-Jun-13	0.50000000	3.00000000
						20-Dec-13	0.50000000	3.00000000
						20-Jun-14	0.50000000	3.00000000
						22-Dec-14	0.50555556	3.03333336
						22-Jun-15	0.50000000	3.00000000
						21-Dec-15	0.49722222	2.98333332
						20-Jun-16	0.49722222	2.98333332
						20-Dec-16	0.50000000	103.00000000

<sup>1</sup> All notional cashflow dates are adjusted for days which are not business days in both London and New York.

<sup>2</sup> The day-count fraction represents the number of years from the previous notional cashflow date (or delivery day where appropriate) to the specified notional cashflow date, calculated on a 30/360 day count basis. The fraction is rounded to eight decimal places prior to being used in calculations and ensures that if a notional cashflow date is deferred in order to accommodate a non-business day, the appropriate notional coupons are increased/decreased by the appropriate daily coupon accrual.

<sup>3</sup> The day-count fraction is rounded to eight decimal places and is then multiplied by the notional coupon to give the notional cashflow. This is not rounded when establishing the Exchange Delivery Settlement Price ("EDSP"). For convenience, each notional cashflow quoted above is rounded to eight decimal places, albeit that this rounded number would not be used to calculate the EDSP.