

LONDON NOTICE No. 3382

ISSUE DATE: 14 January 2011
EFFECTIVE DATE: 17 January 2011

**OPTION CONTRACT ON EQUITY RELATED SECURITIES
(INCLUDING COMPANY SHARES, DEPOSITARY RECEIPTS AND EXCHANGE
TRADED FUND SHARES) (EXCHANGE CONTRACT NO. 201F)**

**REDUCTION TO THE MINIMUM PERMISSIBLE EXERCISE PRICE FOR FLEXIBLE
INDIVIDUAL EQUITY OPTION CONTRACTS ON BCLEAR**

Executive Summary

This Notice informs Members of the reduction to the minimum permissible exercise price for flexible Individual Equity Option Contracts on Bclear.

1. Members will be aware that in the case of flexible Individual Equity Option Contracts on Bclear, exercise prices are required to be within a range of 1% to 1000% of the underlying share price. The one exception to this is in respect of physically delivered flexible call options based on UK shares with an initial time to expiry of three months or less, for which exercise prices are required to be within a range of 25% to 1000% of the underlying share price.
2. The underlying share price is deemed to be the low traded price of the day at the time when the option trade is reported, in relation to determining the minimum permissible exercise price. Similarly, the high traded price of the day at the time the option trade is reported is used to determine the maximum permissible exercise price.
3. Subject to paragraph 5 below, this Notice informs Members that the Exchange has decided to reduce the minimum permissible exercise price for flexible Individual Equity Option Contracts on Bclear. On and from Monday 17 January 2011, the minimum permissible exercise price for flexible Individual Equity Option Contracts will be the minimum strike price interval on Bclear, therefore removing the 1% of the underlying share price requirement.
4. A full list of minimum strike price intervals can be found in the Attachment to this Notice. No change will be made to the maximum permissible exercise price for flexible Individual Equity Option Contracts.

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.

5. This change will **not** impact physically delivered flexible call options based on UK shares with an initial time to expiry of three months or less; the current requirement for exercise prices to be within a range of 25% to 1000% of the underlying share price will remain.

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

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

Flexible Individual Equity Options on Bclear

Relevant Stock Exchange	Minimum strike price intervals
Athens Stock Exchange	€0.01
Borsa Italiana	€0.01
Copenhagen Stock Exchange	DKK 1
Deutsche Börse (Xetra)	€0.01
Euronext Amsterdam	€0.01
Euronext Brussels	€0.01
Euronext Lisbon	€0.01
Euronext Paris	€0.01
Helsinki Stock Exchange	€0.01
Irish Stock Exchange	€0.01
London Stock Exchange	1p
LSE (International Order Book)	\$0.01
Madrid Stock Exchange	€0.01
NASDAQ	\$0.01
NYSE	\$0.01
Oslo Stock Exchange	NOK 1
SIX Swiss Exchange	CHF 0.1
Stockholm Stock Exchange	SEK 0.01
Vienna Stock Exchange	€0.01