

LONDON NOTICE No. 3326

ISSUE DATE: 1 September 2010
EFFECTIVE DATE: 1 September 2010

INTER-CONTRACT SPREAD STRATEGY BETWEEN THREE MONTH EONIA SWAP INDEX FUTURES CONTRACT AND THREE MONTH EURO (EURIBOR) INTEREST RATE FUTURES CONTRACT

EXTENSION OF THE CURRENT DESIGNATED MARKET MAKING SCHEME

Executive Summary

This Notice informs Members of an extension to the existing Designated Market Maker (“DMM”) arrangements in the Inter-contract Spread Strategy (“ICS Strategy”) between the Three Month EONIA Swap Index Futures Contract and the Three Month Euro (EURIBOR) Interest Rate Futures Contract for a period of one month.

1. London Notice No. 3257, issued on 26 February 2010, informed Members of the appointment of Designated Market Makers (“DMMs”) in the ICS Strategy effective from 1 March 2010 until close of business 31 August 2010. London Info-Flash No. LO10/19, issued on 13 August 2010, provided details of the ICS DMM Scheme to be renewed for a period of six months from Wednesday 1 September 2010 and invited Members to apply.
2. This Notice informs Members that the Exchange has decided to postpone the renewal of the ICS DMM Scheme in order to align the commencement of the Scheme with the EONIA Outright DMM Scheme which is due for renewal on **Friday 1 October 2010**. The Exchange will look to obtain comprehensive DMM support in the White (Q1 –Q4) and Red (Q4 – Q8) delivery months in the Three Month EONIA Swap Index Contract and the ICS Strategy. Full details of the scheme will be made available via Notice in due course.
3. Members are reminded that the introduction of additional red delivery months in the Three Month EONIA Swap Index Contract Futures, as detailed in London Notice No. 3319, will take place on 14 September 2010.
4. As a result of the above, the existing DMM arrangements in the ICS Strategy will be extended until close of business **Thursday 30 September 2010**. Details of the current DMMs, including their market making obligations, can be found in the Attachment to this Notice.

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

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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.

**Designated Market Makers in the Inter-Contract Spread Strategy between the
Three Month EONIA Swap Index Futures Contract and the Three Month Euro
(EURIBOR) Interest Rate Futures Contract**

DMMs will be required to meet the following obligations for the period from 07:00 hours to 16:30 hours (London time).

Equilibrium Solutions Ltd, trading through The Kyte Group Ltd

Delivery Months	Session Presence (%)	Maximum Bid/Offer Spread (bps)	Minimum Order Size (lots)
Front Quarter	90%	1.5	100
Second Quarter	90%	1.5	100
Third Quarter	90%	1.5	100
Fourth Quarter	90%	1.5	100

RSJ Invest a.s.

Delivery Months	Session Presence (%)	Maximum Bid/Offer Spread (bps)	Minimum Order Size (lots)
Front Quarter	90%	1.5	100
Second Quarter	90%	1.5	100
Third Quarter	90%	1.5	100
Fourth Quarter	90%	1.5	100

DMM A¹

Delivery Months	Session Presence (%)	Maximum Bid/Offer Spread (bps)	Minimum Order Size (lots)
Front Quarter	90%	1.5	100
Second Quarter	90%	1.5	100
Third Quarter	90%	1.5	100
Fourth Quarter	90%	1.5	100

DMM B

Delivery Months	Session Presence (%)	Maximum Bid/Offer Spread (bps)	Minimum Order Size (lots)
Front Quarter	80%	1.5	100
Second Quarter	80%	1.5	100
Third Quarter	80%	1.5	100
Fourth Quarter	80%	1.5	100

¹ The session time for DMM A is from 07:15 – 16:15 hours (London time).