

LONDON NOTICE No. 2859

ISSUE DATE: 14 March 2007
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EuroMTS GOVERNMENT BOND INDEX CONTRACTS

DESIGNATED MARKET MAKER SCHEME

Executive Summary

This Notice invites members to apply for participation in the Designated Market Maker Scheme in EuroMTS Government Bond Index Contracts.

1. London Circular No. 06/36, issued on 11 October 2006, provided details of the Designated Market Maker ("DMM") Scheme in EuroMTS Government Bond Index Contracts and invited members to apply for participation in the Scheme. London Notice No. 2830, issued on 20 December 2006, informed members of the appointment of DMMs and provided details of their obligations.
2. This Notice advises members that two of the DMMs have informed the Exchange that they are not meeting their published quoting obligations in EuroMTS Government Bond Index Contracts. The Exchange has determined, therefore, to invite members to submit further applications for DMM status in EuroMTS Government Bond Index Contracts. DMM applicants should refer to London Circular No. 06/36 for full details of the Scheme benefits and of the application process.
3. Members wishing to apply for DMM status should submit an application to Ovaice Zaroo at Euronext.liffe **by the close of business on Monday 19 March 2007**, stating the obligations that they are prepared to meet. DMM applicants should enter the details of their tender onto a DMM application template in Excel format, which is available from Ovaice Zaroo.
4. DMM applicants are reminded that, in relation to the stipend element of the DMM benefits, the Exchange is willing to meet a proportion of a DMM's relevant:
 - (a) staff costs;
 - (b) costs of trading software, hardware, models, IT support; and

Web site: www.euronext.com/derivatives

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- (c) clearing charges (e.g. the charges that a General Clearing Member makes in respect of business transacted by the Non-Clearing Members to whom it provides clearing services).
- 5. Applicants should include a breakdown of such costs as part of their application. For the avoidance of doubt, the Exchange will not subsidise a market position of a user of its facilities, nor will it subsidise any margin payments which such a user is required to make.

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

Interest Rate Product Management +44 (0)20 7379 2222 bondindices@liffe.com