

LONDON NOTICE No. 3379

ISSUE DATE: 5 January 2011

EFFECTIVE DATE: 6 January 2011

SHORT AND MEDIUM GILT FUTURES CONTRACTS (EXCHANGE CONTRACTS NO. 100 AND NO. 99)

MEMBER CONSULTATION IN RELATION TO A POTENTIAL CHANGE IN THE NOTIONAL COUPON SIZE

Executive Summary

This Notice informs Members that the Exchange wishes to consult with Members over a potential lowering of the Notional Coupon in the Short and Medium Gilt Futures Contracts from the June 2011 delivery month onwards.

1. London Notice No. 3213, issued on 5 November 2009, informed Members of the introduction of the Short and Medium Gilt Futures Contracts (the "Contracts"), and provided Members with a full legal Contract Specification.
2. This Notice informs Members that the Exchange will enter into a Consultation Period with Members regarding a potential change in the Notional Coupon in respect of the Contracts from the June 2011 delivery month onwards. The Consultation Period will run from **6 January 2011 until 26 January 2011**.
3. In order to obtain full market making support and restore the liquidity to the Contracts, the Exchange proposes that the Notional Coupon of the Contracts be lowered from the current 6%. Any new Notional Coupon will be determined by the Exchange during the Consultation Period.
4. Members wishing to take part in the consultation should contact the Fixed Income Derivatives team or their Account Manager at NYSE Liffe before close of business on 26 January 2011.
5. The June 2011 and September 2011 delivery months in the Contracts shall be suspended forthwith and will be re-instated on Tuesday 1 February 2011 with the Notional Coupon as determined during the Consultation Period.
6. Any amendments to the Contract Specification and associated Price Factors in relation to the listed delivery months will be issued by Exchange Notice following the Member Consultation.

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

Fixed Income Derivatives

+44 (0)20 7379 2222

bonds@liffe.com

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.