

LONDON NOTICE No. 3418

ISSUE DATE: 1 April 2011
EFFECTIVE DATE: 1 April 2011

**UNIVERSAL STOCK FUTURES CONTRACT (PHYSICAL DELIVERY)
(EXCHANGE CONTRACT NO. 58)**

**UNIVERSAL STOCK FUTURES CONTRACT
(BASED ON COMPANY SHARES AND DEPOSITARY RECEIPTS) (EXCHANGE
CONTRACT NO. 66F)**

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

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

**DIVIDEND ENTITLEMENTS IN RELATION TO PHYSICALLY DELIVERED
UNIVERSAL STOCK FUTURES AND INDIVIDUAL EQUITY OPTION CONTRACTS**

Executive Summary

This Notice confirms an element of the rights and obligations attached to the delivery of securities arising from the expiry of physical delivery Universal Stock Futures and Individual Equity Option Contracts, in respect of the entitlement to any tax credit associated with a dividend payment.

This Notice requires the immediate attention of Members' staff involved with the trading and settlement of LIFFE's physical delivery equity products. Members should ensure that clients are made aware of the arrangements detailed in this Notice.

1. Members will be aware that the definition of "Relevant Entitlement" in the Contract Terms for physical delivery Universal Stock Futures and Individual Equity Option Contracts (Exchange Contracts No. 58, No. 66F, No. 201 and No. 201F) is as follows:

" "Relevant Entitlement" means any one or more of a cash dividend, scrip dividend, bonus issue, scrip issue, or any right or entitlement, attaching or accruing to, or otherwise affecting, from time to time, a security or ownership of a security."

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.

2. The Exchange confirms that the entitlement to any tax credit associated with a dividend is necessarily captured within the definition of a Relevant Entitlement and therefore confirms that, when a security is delivered with dividend entitlement (i.e. "Cum Entitlement" in accordance with the aforementioned Contract Terms), as a consequence of Term 12, Term 13, Term 9 and Term 10 of Exchange Contracts No. 58, No. 66F, No. 201 and No. 201F respectively, the delivery by the Seller must include the associated entitlement to any tax credit.

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

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