

## **AMSTERDAM NOTICE No. 12/07**

ISSUE DATE: 1 March 2012  
EFFECTIVE DATE: 26 March 2012

### **AMX-INDEX FUTURES AND OPTIONS LIQUIDTY PROVIDER PROGRAMS**

#### **Executive Summary**

In addition to Amsterdam Notice 12/05 about the launch of futures and options on the AMX-index®, this notice provides information on the Liquidity Provider programs

1. Amsterdam Notice 12/05 informed members about the launch of futures and options on the AMX-index on the Amsterdam derivatives market of NYSE Liffe. Trading on AMX futures (trading symbol FMX) will start on 26 March 2012 and for AMX options (trading symbol AMX) trading will start on 10 April 2012.
2. This Notice invites Members to apply for a role in the AMX-index futures and options Liquidity Provider (“LP”) programs. The LP programs will come into effect at the start of trading of the futures and options and will remain in place until close of business on 31 October 2012.
3. The obligations and benefits of LPs are described in Amsterdam Notice No. AN 11/022, which is available on our website ([www.nyx.com/elps](http://www.nyx.com/elps) under the Stock Indices and Amsterdam headings). However, Attachment IV of Amsterdam Notice No. AN11/022 will not be applicable to the AMX futures and options and will be replaced by the following Performance Related Fee model (PRF):

Monthly performance	Trading fee per contract
≥ 85.0%	€ 0.07
≥ 50.0% - < 85.0%	€ 0.12
< 50.0%	€ 0.17
Maximum trading fee per order: N/A	

Please note; trading fees do not include clearing fees and are only applicable to central order book transactions executed/transacted by the Liquidity Provider and booked on their market maker account.

4. To benefit from the LP fee program a LP is required to allocate business which is executed/transacted as part of this Agreement to the relevant Market Maker account at LCH.Clearnet S.A. It is the Member’s sole responsibility to correctly allocate its business. NYSE Liffe will not be held liable for incorrect allocation by a Member.

Web site: [www.nyx.com/liffe](http://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. In calculating the performance score, the weighting factors are multiplied by the relevant performance score. The weighting factors set out in Attachment III to Amsterdam Notice No. AN11/022 will apply to the AMX options. The weighting factors that will apply to the AMX future are set out in the table below:

	Continuous	Closing	Total
Daily measurement	85%	15%	100%

6. The quoting requirements regarding minimum size and maximum spreads will be the following:

AMX futures:

Class	First Maturity	
	Maximum spread	Minimum size
FMX	1.50	5

AMX options:

Class	Bid price						Minimum size
	0.00-0.50	0.51-2.50	2.51-5.00	5.01-10.00	10.01-20.00	>20.00	
AMX	Maximum spreads						5
	0.25	0.50	1.00	1.50	2.00	3.00	

## 7. Selection of LPs

- 7.1. NYSE Liffe will select LPs with a view to maximizing the quality of the market in the futures and options on the AMX-index. Liquidity providers will be selected on the basis of:
- the quality of their market making in other Exchange-operated schemes, where applicable; and
  - the technological and human resources to be allocated to the market making activity.
- 7.2. NYSE Liffe will select up to three PMMs for the AMX futures; there will be no CMM positions. A maximum number of three PMMs and nine CMMs will be appointed for the AMX options. If, having completed the initial appointment process, some LP roles have not been taken, the remaining positions will be held open for the remainder of the program period and may be filled during that period by subsequent appointments.

## 8. Discretionary authority

- 8.1. NYSE Liffe, in its absolute discretion, may create additional role(s) during the selection process and contract period if it deems in the best interest of the market. NYSE Liffe may decide to deviate from the selection procedure in appointing Liquidity Providers for the possible additional role(s).
- 8.2. NYSE Liffe reserves the right to terminate at any time on notice with immediate effect the role of any Liquidity Provider in part or all of the ELPS Amsterdam program if it believes, in its absolute discretion, that actions undertaken or being undertaken by that Liquidity Provider or any affiliate of the Liquidity Provider undermine or are likely to undermine the integrity and quality of the Amsterdam market, considering, without limitation, the following characteristics of the market which the ELPS Amsterdam program is designed to foster; price competition, full screens and tight prices. In the event of such termination, NYSE Liffe reserves the right to fill or not to fill any resulting vacancies for Liquidity Provider roles; if it is decided to fill such vacancies this shall be done in accordance with the ELPS selection procedure.

9. For the avoidance of doubt, NYSE Liffe's decision about the selection of Liquidity Providers is final.
10. Any LP encountering technical problems which could prevent it from complying with its obligations must inform NYSE Liffe Market Services by telephone as quickly as possible (+44 (0)20 7379 2001). Once the technical issue has been resolved, the LP concerned may send a request for its performance measurement to be adjusted, along with the description of the problem and the solution, by email to [ELPS@nyx.com](mailto:ELPS@nyx.com). NYSE Liffe will decide whether or not there are sufficient grounds for making an adjustment to the calculation of the market maker's monthly performance.
11. Applicants should complete the Application Form available on the NYSE Euronext website ([www.nyx.com/elps](http://www.nyx.com/elps) under the Stock Indices and Amsterdam headings). The Application Form should be sent to the Quality of Derivative Markets department via fax (+31 (0)20 550 5101) or email ([ELPS@nyx.com](mailto:ELPS@nyx.com)) by no later than the close of business on 9 March 2012 for the AMX futures and 2 April 2012 for AMX options.
12. Members are reminded that the appointment of each LP will be subject to a binding contract ("the Agreement") between the successful applicant and the Exchange. A completed application form does not constitute an Agreement. Furthermore, a successful applicant's LP status, and therefore the period for which the LP may receive financial benefits, may not be deemed to have commenced until the Agreement is completed and signed by all parties.

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

Quality of Derivative Markets      +31 (0)20 550 5110      [ELPS@nyx.com](mailto:ELPS@nyx.com)