

CORPORATE ACTION NOTICE**London Market****Notice No: CA/2010/261/Lo**

ISSUE DATE:

28 September 2010

EFFECTIVE DATE:

30 September 2010

Flexible Individual Equity Option Contracts (201F)**MLU, MLQ, MLJ, MLX****Flexible Universal Stock Futures Contract (66F)****MLY, MLZ****MICHELIN****RIGHTS ISSUE**

This Notice is issued pursuant to the Corporate Actions Policy for the Euronext Derivatives Markets which is available on the NYSE Euronext website at www.nyx.com/lifferules. It requires the immediate attention of Members' staff involved with the trading and settlement of equity products on these markets. Members should ensure that clients are made aware of the arrangements detailed in this Notice.

- 1. Background:** Michelin announced a rights issue whereby shareholders have the right to purchase two new Michelin shares at a subscription price of €45 per share for every 11 Michelin shares held.
- 2. ISIN:** FR0000121261.
- 3. Effective Date:** 30 September 2010.
- 4. Contract Adjustments:**
 - **Ratio Method.** For the avoidance of doubt, the contracts shall only be adjusted insofar that the entitlement has positive value.
 - **Cum event price:** Michelin Official Closing price on NYSE Euronext Paris on 29 September 2010.

$$\text{Value of the Entitlement per share} = \frac{\text{Cum event price} - \text{€45}}{\frac{11}{2} + 1}$$

$$\text{Ratio} = \frac{\text{Cum event price} - \text{Value of the Entitlement per share}}{\text{Cum event price}}$$

Options:

- **Lot Size:** The lot size will be divided by the ratio. The lot size will be specified in the Final Notice.
- **Exercise Prices:** The exercise prices will be multiplied by the ratio.

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.

Futures:

- **Lot Size:** The lot size will be divided by the ratio. The lot size will be specified in the final Notice.
- **Variation Margin:** Daily Settlement Prices on 29 September 2010 shall be multiplied by the ratio to generate reference prices for the purpose of variation margin calculations at the close of business on 30 September 2010.

5. Further Maturities: These will have the standard lot size.

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

NYSE Liffe:

Quality of Derivative Markets +31 (0) 20 550 4296 Corporateactionsteam@nyx.com

NYSE Liffe Clearing:

Business Operations +44 (0) 20 7379 2656 nyseliffeclearing@nyx.com