

## AMSTERDAM NOTICE NO. 14/11

Issue Date: 07 August 2014

Effective Date: 28 August 2014

### INTRODUCTION OF SPOTLIGHT OPTIONS ON EURONEXT N.V.

#### Executive Summary

This notice informs Members of the introduction of a new spotlight option class on Euronext N.V. (NL0006294274) shares as of 28 August 2014 and invites Members to apply for Liquidity Provider roles.

#### 1. Introduction

1.1 Euronext will launch spotlight options on Euronext N.V. shares (option trading symbol: ENX) on the Derivatives Market of Euronext Amsterdam on 28 August 2014 (see attachment for contract specifications).

#### 2. Liquidity Provider information

2.1 Euronext will select up to three Primary Market Makers (PMMs) and six Competitive Market Makers (CMMs) for the spotlight option class ENX on the basis of applications received from Members.

Members are informed that the maximum bid/offer spread and minimum order size for option class ENX will be as follows:

	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	
Term:	Maximum spreads (€)						
=< 12 months	0.25	0.50	0.50	0.50	1.00	1.50	10

2.2 All Members are eligible to apply for PMM or CMM status.

2.3 Current Liquidity Providers in Individual Equity Options listed on the Amsterdam market wishing to apply for a Liquidity Provider role should complete the Continental Derivatives Liquidity Provider **Update Form**.

2.4 Members who currently are not a Liquidity Provider in Individual Equity Options listed on the Amsterdam market and wishing to apply for a Liquidity Provider role should complete the Continental Derivatives Liquidity Provider **Registration Form**.

2.5 Both the Update and Registration Forms are available on the Euronext website: <https://derivatives.euronext.com/elps> (under the Stock Options and Amsterdam headings) and should be sent to the Global Analytics department via email ([LPEurope@euronext.com](mailto:LPEurope@euronext.com)) by no later than the close of business on **22 August 2014**. Also, the applicant should provide two hard copies of

the relevant completed form to Euronext for the attention of Global Analytics, 39 Rue Cambon, 75001 Paris, France to be received no later than midday on **26 August 2014**.

- 2.6 Members are reminded that the appointment of each Liquidity Provider will be subject to a binding contract ("the Agreement") between the successful applicant and the Exchange. The Agreement will consist of the Terms and Conditions as published on the Euronext website at <https://derivatives.euronext.com/elps> (under the Stock Options and Amsterdam heading), the Liquidity Provider Registration Form and, where appropriate, any Update Form. Furthermore, a successful applicant's status, and therefore the period for which the Liquidity Provider may receive financial benefits, may not be deemed to have commenced until the relevant Liquidity Provider Registration Form or Update Form is completed and confirmed by all parties. Please note that in terms of effectiveness, the date is confirmed in writing by the Exchange.
- 2.7 In the event that any business which may rise to a benefit under the terms of this programme may also qualify as business undertaken by the Liquidity Provider giving rise to a benefit under any other Exchange liquidity provision, market making or other similar programme or arrangement, the Exchange reserves the right in its absolute discretion to take one or more of the following actions:
- Withhold the credit of any further rebates otherwise due under the programme.
  - To re-charge some or all of the discounted transaction fees made under the programme.
  - To terminate the Agreement by notice to the parties with immediate effect.
- 2.8 For the full Liquidity Provider programme specifications and revenue share details please refer to Amsterdam Info-Flash No. IF140623DE\_1 which is available on the Euronext website: <https://derivatives.euronext.com/elps> (under the Stock Options and Amsterdam heading in the spotlight options section).

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

Global Analytics

+31 (0)20 550 5110

[LPEurope@euronext.com](mailto:LPEurope@euronext.com)

## Attachment 1

### The contract specifications for Euronext N.V. Spotlight Options are as follows:

Underlying instrument	Euronext N.V. (ISIN NL0006294274)
Exchange contract code	ENX
Contract size	100 shares
Trading unit	100
Pricing unit	1
Currency	Euro
Option price	Premium x trading unit
Minimum price move	If the premium of an order at order entry is below or equal to the premium threshold, the tick size is € 0.01 (€ 1 per contract) If the premium of an order at order entry is above the premium threshold, the tick size is € 0.05 (€ 5 per contract) The premium threshold is set at € 0.50
Trading hours	Central Order Book 09:01 – 17:30 CET Prof Transaction Facility 07:00 – 18:30 CET
Option style	American
Expiry months	Initial lifetime: 1, 2 and 3 monthly options Cycle: Every month
Last day of trading	Until 17:30 CET on the third Friday of each expiry month, provided this is a business day. If not, the last day of trading shall be the last business day preceding the third Friday in the expiry month.
Settlement	Delivery of 100 shares through the settlement system of LCH.Clearnet S.A.
Clearing organization	LCH.Clearnet S.A.
SPAN margin parameters	As determined by LCH.Clearnet S.A.