

## BRUSSELS NOTICE NO. 14/07

Issue Date: 23 June 2014

Effective Date: 15 July 2014

### LAUNCH SEGMENT FOR SPOTLIGHT OPTIONS WITH A LIFETIME UP TO THREE MONTHS

#### Executive Summary

This notice informs Members of the launch of a new option segment for options with a lifetime up to three months. The launch date is 15 July 2014

#### 1. Introduction

- 1.1 On 15 July 2014 Euronext intends to create a new options segment dedicated to options with a short maturity. The options on this new segment will be called "Spotlight Options". The Spotlight Options will have an initial lifetime of 1, 2 and 3 months.
- 1.2 In a first phase Euronext intends to launch Spotlight Options on Euronext listed small and mid-sized companies. The contract specifications are equal to the already listed Individual Equity Options, only the maximum lifetime of the expiry months ranges up to three months. The full contract specifications are set out in attachment 1. The list of underlying values at the launch of the segment is shown in attachment 2.
- 1.3 Based on the evolution of trading activity Euronext can decide to promote a Spotlight Option to the standard Individual Equity Option segment. This will imply that expiry months with a longer lifetime will be added and the standard trading fees will be applied. These changes will be communicated to all Members via a Brussels Notice.

#### 2. Liquidity Provider information

- 2.1 For the full Liquidity Provider programme specifications including obligations and benefits please refer to the Liquidity Provider Programme Info-Flash which is available on the Euronext website: <https://derivatives.euronext.com/elps> (under the Brussels heading).
- 2.2 All Members are eligible to apply for Liquidity Provider status. Members wishing to apply for a Liquidity Provider role should complete the Continental Derivatives Liquidity Provider Registration Form as explained in the Info-Flash.

#### 3. Broker incentive scheme

- 3.1 Brokers are invited to become a sponsoring broker for the Spotlight Options. Sponsoring brokers have to show a best effort to promote the Spotlight Options segment. Those brokers that have been validated by the exchange to become a sponsoring broker are eligible for a 50% rebate on the



Attachment 1

**The contract specifications for Spotlight Options are as follows:**

Contract size	One option normally equals rights over 100 underlying shares <sup>4</sup>
Trading unit	100
Pricing unit/quotation	Euros per share
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
Introduction of new expiry months	New delivery months are available for trading on the first business day after the expiry of a maturity
Last day of trading	Trading ceases at 17:30 CET on the third Friday of the expiry month. In the event that the third Friday is not a business day, the Last Trading Day shall normally be the last business day preceding the third Friday.
Settlement	Delivery of 100 shares through the settlement system of LCH.Clearnet S.A.
Clearing organization	LCH.Clearnet S.A.
Wholesale services	Prof transaction (threshold 250 contracts)

<sup>4</sup> New option classes with a non-standard contract size may be listed as a result of corporate actions.

## Attachment 2

List of Spotlight Options to be listed on the Brussels market.

	Trading symbol	Company Name	ISIN code	Market
1	EVS	EVS Broadcast Equipment SA	BE0003820371	Brussels
2	CAR	Cardio3 Biosciences SA	BE0974260896	Brussels
3	EUN	Euronav NV	BE0003816338	Brussels
4	ABY	Ablynx NV	BE0003877942	Brussels
5	TGH	Telenet Group Holding NV	BE0003826436	Brussels