

AMSTERDAM NOTICE NO. 14/014

Issue Date: 17 September 2014

Effective Date: 2 October 2014

INTRODUCTION OF EURONEXT SOUTHERN EUROPEAN BANKS INDEX NR FUTURES AND OPTIONS

Executive Summary

This notice informs Members of the introduction of Euronext® Southern European Banks Index NR Futures and Options on 2 October and 9 October 2014 respectively.

1. Introduction

Euronext will launch futures and options contracts on the Euronext Southern European Banks Index NR (future trading symbol: FSB, option trading symbol: OSB) on the Derivatives Market of Euronext Amsterdam on 2 October 2014 (FSB) and on 9 October 2014 (OSB). The Euronext Southern European Banks Index NR reflects the banking sector of Southern Europe and is initially composed of 20 stocks from Spain, Portugal, Italy and France from the financial sector (excluding insurance companies). More information about the index can be found via <https://indices.euronext.com/en/products/indices/NL0010872453-XAMS>.

The contract specifications of the futures and options are shown in the attachment.

2. Liquidity Provider information

2.1 Euronext Southern European Banks Index NR Futures (FSB)

2.1.1 Euronext will select up to three Primary Market Makers (PMMs) for the Euronext Southern European Banks Index NR Future class FSB on the basis of applications received from Members.

2.1.2 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 Equity Index Derivatives and Amsterdam heading).

2.1.3 All Members are eligible to apply for PMM 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.

2.2 Euronext Southern European Banks Index NR Options (OSB)

2.2.1 Euronext will select up to three Primary Market Makers (PMMs) and nine Competitive Market Makers (CMMs) for the Euronext Southern European Banks Index NR option class OSB on the basis of applications received from Members.

- 2.2.2 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 Equity Index Derivatives and Amsterdam heading).
- 2.2.3 All Members are eligible to apply for PMM or CMM 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. Fees

3.1 The standard trading fees are as follows:

Central Order Book (fee per contract)	Broker (Client account)	Member (Own account)	Liquidity Provider
Euronext Southern European Banks Index NR Futures	€ 0.77	€ 0.32	€ 0.07
Euronext Southern European Banks Index NR Options	€ 0.40	€ 0.15	€ 0.07

Prof trades (fee per contract)	Broker (Client account)	Member (Own account)
Euronext Southern European Banks Index NR Futures	€ 0.77	€ 0.32
Maximum fee per order (including strategy orders) ¹	€ 2,000	€ 1,000
Euronext Southern European Banks Index NR Options	€ 0.40	€ 0.15
Maximum fee per order (including strategy orders) ¹	€ 1,000	€ 500

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

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¹ The maximum fee per order is calculated per single option class or futures class

The contract specifications for Euronext Southern European Banks Index NR Futures and Options are as follows:

	Euronext Southern European Banks Index NR Futures	Euronext Southern European Banks Index NR Options
Exchange contract code	FSB	OSB
Contract size	Contract valued at € 10 per index point (e.g. value € 18,000.00 at 1,800.00)	Contract valued at € 10 per index point (e.g. value € 18,000.00 at 1,800.00)
Unit of trading	10	10
Pricing unit/quotation	Index points (e.g. 1,800)	Euros per index point
Minimum price movement (tick size and value)	1 point (€ 10 per contract)	Premium based tick size: Premium <= threshold: € 0.10 (€ 1 per contract) Premium > threshold: € 0.50 (€ 5 per contract) Threshold: € 15
Option style		European style Holders of long positions are only entitled to exercise their options on the expiration date
Expiry months	Initial lifetime: 3, 6 and 9 months quarterly Cycle: March, June, September, December	Initial lifetime: 1, 2 and 3 months Cycle: Every month Initial lifetime: 6 and 9 months quarterly Cycle: March, June, September, December
Introduction of new delivery months	New delivery months are available for trading on the first business day after the expiry of a maturity	New delivery months are available for trading on the first business day after the expiry of a maturity
Trading hours	Central Order Book 09:01 - 17:40 CET Prof Trade Facility 07:00 - 18:30 CET	Central Order Book 09:01 - 17:30 CET Prof Trade Facility 07:00 - 18:30 CET
Wholesale services	Prof Trade Facility	Prof Trade Facility
Market	Amsterdam	Amsterdam
Last trading day	Trading ceases at 17:40 CET on the third Friday of the delivery 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	Trading ceases at 17:30 CET on the third Friday of the delivery 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	Cash Settlement based on the EDSP	Cash Settlement based on the EDSP
Settlement day	First business day after the Last Trading Day	First business day after the Last Trading Day
Exchange Delivery Settlement Price (EDSP)	The cash market closing price of the index on the Last Trading Day ²	The cash market closing price of the index on the Last Trading Day ²
Clearing organization	LCH.Clearnet S.A.	LCH.Clearnet S.A.

² The value of the Euronext Southern European Banks Index NR at 18:05 CET will be the provisional EDSP. Normally, the EDSP will be declared final within 45 minutes after the provisional EDSP is known. The Final EDSP will be published to the market via a front-end message.