

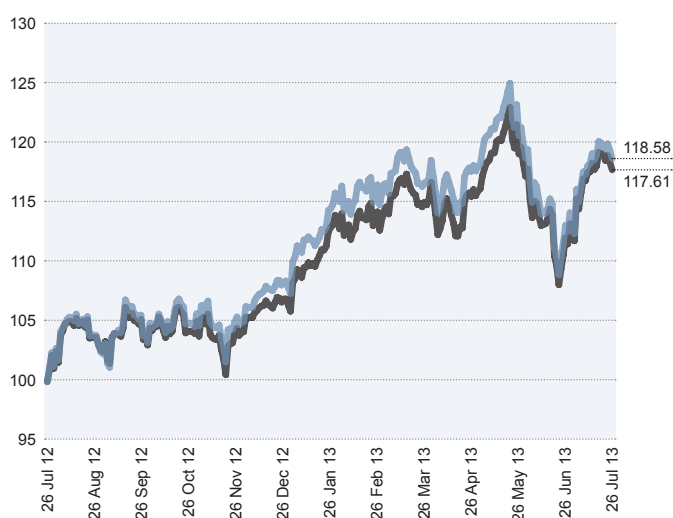
Derivatives

FTSE UK Large Cap Super Liquid Index Futures

FTSE UK Large Cap Super Liquid index (FTSE UK SLQ) futures are a new way for banks, brokers, specialist traders and market makers to manage risk on the UK equity market. Based on an index whose size is determined from the liquidity of FTSE 100 index over the preceding 3 years subject to banding rules, this futures contract offers a variety of new trading opportunities.

FTSE UK SLQ (Ticker: FTUKLSNG) tracks the performance of the UK equity market through a highly liquid universe of stocks

- Composed of 35 liquid stocks
- High correlation (99.6%) and low tracking error (1.87 p.a.) with FTSE 100 index*
- Closely reflects industry segmentation within FTSE100 index
- Offers a tool for new trading opportunities.



* Pearson correlation and Tracking Error calculated on a median rolling 30-day values

Graph key

— FTSE UK SLQ — FTSE 100
FTSE 100 and FTSE UK SLQ rebased to 100 on 26/07/2012

FTSE UK SLQ futures provide new trading opportunities and liquidity

- Multiple liquidity levels are provided by Primary Market Makers & Qualified Liquidity Providers
- Offers potential to reduce frictional trading and maintenance costs
- Initial margin offset with FTSE 100 index derivatives traded on London Stock Exchange Derivatives Market
- London Stock Exchange offers deep liquidity pool for the underlying securities.

FTSE UK SLQ futures benefit from competitive fees

| | Market participant (per contract) | Fee cap (per trade) |
|----------------|-----------------------------------|---------------------|
| Order book fee | GBP 0.20 | GBP 200 |
| Clearing fee | GBP 0.02 | GBP 20 |
| Expiration fee | GBP 0.17 | GBP 170 |

Benefits of London Stock Exchange Derivatives offering

- Powered by SOLA® technology, state of the art platform for derivatives trading
- Hosting services in London provide fastest access to derivatives and equities matching-engines
- Bulk Quotes and Market Maker protection functionality allow for efficient and safe liquidity provision
- Wide range of ISVs offering connectivity to London Stock Exchange Derivatives
- Complex strategy trading facilities available both for order book trading and for trade reporting
- Access to International Order Book (IOB) and Oslo Børs derivative products traded on London Stock Exchange



Contract specification

| | |
|--|---|
| Contract underlying | FTSE UK Large Cap Super Liquid index |
| Type of contract | Cash settled future contracts with daily cash settlement |
| Central counterparty | LCH.Clearnet |
| Trading hours | 08:00–16:30 London time for orderbook trading 07:30–17:30 London time for Trade Reporting |
| Multiplier | GBP 10 per index point |
| Currency | GBP, British Pound, £ |
| Quotation display | Future price in index points |
| Tick size | 0.5 index points |
| Tick value | GBP 5.00 |
| Settlement style | Cash settlement on expiration with daily cash settlement throughout the lifetime of the contract |
| Listing day | Monday preceding expiration day each month Where this is not a normal trading day, the preceding trading day shall be used |
| Expiration day | 3rd Friday of expiration month Where this not a normal trading day, the preceding trading day shall be used Trading finishes at 10:15 London time |
| Contract lifetime and expiration months | Out to 12 months: first four quarterly months of 'March, June, September, December' cycle |
| Daily settlement price | Closing value of FTSE UK Large Cap Super Liquid index as calculated by FTSE each trading day at 16:35 following the closing auction on London Stock Exchange This value is adjusted by London Stock Exchange Derivatives Market to reflect fair value and rounded to two decimal places |
| Daily cash settlement | One bank day after the trade day |
| Expiration settlement price | Value of FTSE UK Large Cap Super Liquid index as calculated by FTSE at 10:15 on expiration day or as soon as reasonably practicable, following the intraday auction on London Stock Exchange (plus up to 30 seconds random interval and any price monitoring extensions or market order extensions in any of the constituent stocks) London Stock Exchange Derivatives Market shall take this value and round it to the nearest 0.5 index point to establish the expiry settlement price |
| Expiration settlement | One bank day after expiration for payment of expiration settlement amount |

Contact

Full details are available in our Rulebook and Trading Services Description documentation available through our website

www.lseg.com/derivatives

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