

London Stock Exchange Derivatives

MARKET NOTICE 2016/074

Change of Market Making Obligations and Circuit Breakers for FTSE 100 Index (Weekly) Options

London Stock Exchange Derivatives Market (LSEDM) informs Member Firms that **effective Monday 7 November 2016** Market Making Obligations and Circuit Breaker parameters in the FTSE 100 Index Options and FTSE 100 Index Weekly Options are being amended. The change to the Market Making Obligations are summarised below. The revisions to the Market Making Obligations document and LSEDM - Trading Services Description containing the new Circuit Breakers will be available on the [LSEDM Document Library](#) before the changes become effective.

FTSE 100 Index Options: updated Market Making spread obligations

Bid Price in index points	Prescribed spread in index points		
	0 - 3 months	2 nd – 4 th quarter	5 th – 8 th quarter
0 - 2.5	2.0	3.0	No monitoring of quotes
2.51 - 5	2.5	4.0	
5.01 - 10	4.0	8.0	
10.01 - 25	5.0	10.0	
25.01 - 50	6.0	13.0	
50.01 - 100	6.5	14.0	
100.01 - 200	7.0	15.0	
200.01 - 300	8.0	16.0	
300.01 - 400	9.0	17.0	
400.01 +	10.0	18.0	

FTSE 100 Index Weekly Options: updated Market Making spread obligations

Bid Price in index points	Prescribed spread in index points		
	Front week (W#UKX)	First deferred week (W#+1UKX)	Front month (FI100)
0 - 2.5	3.0	3.0	2.0
2.51 - 5	4.0	4.0	2.5
5.01 - 10	6.0	6.0	4.0
10.01 - 25	7.5	7.5	5.0
25.01 - 50	9.0	9.0	6.0

Bid Price in index points	Prescribed spread in index points		
50.01 - 100	10.0	10.0	6.5
100.01 - 200	10.5	10.5	7.0
200.01 - 300	12.0	12.0	8.0
300.01 - 400	13.5	13.5	9.0
400.01 +	15.0	15.0	10.0

Note that the spread obligations are tripled on Expiration Days and the obligation to quote is moved to the next relevant expiration.

Member firms wishing to apply for the Market Making scheme or to receive more information may contact the LSEDM Sales Team on +44 (0) 20 7797 3833.

LSEDM Sales
London Stock Exchange
Capital Markets, LSEG

Telephone: +44 (0) 20 7797 3833
LSEDM.sales@lseg.com

10 Paternoster Square, London, EC4M 7LS