

London Stock Exchange Derivatives

MARKET NOTICE 2017/082

London Stock Exchange Derivatives Market Rules update

This Notice informs Member Firms of the introduction of new rule 1.1.30 to the Rules of the London Stock Exchange Derivatives Market (“the Rules”) to take account of the Packaged Retail and Insurance-based Investment Products Regulation (PRIIPs) which comes into force on **31 December 2017**:

“The Exchange reserves the right to bind Member Firms to prohibit or limit the distribution of Listed Products to retail investors, as defined in Regulation 2014/1286/EU. Members shall be informed of such prohibition or limitation via a Notice.”

Further to this rule, Member Firms shall not distribute Listed Products to Customers (and the Customers of these Customers and so on until the end Customer is reached) where those Customers (or the relevant end customers) are retail investors, as defined in Regulation 2014/1286/EU, except where: (i) a Key Information Document (KID) has been prepared and published by the Exchange in accordance with Regulation 2014/1286/EU and the Listed Product is distributed in an EU Member State (or a part of an EU Member State) in which English is an official language or is accepted by the competent authorities in that Member State; or (ii) a Listed Product is only made available to Customers outside the EU.

The updated Rules are attached to this Notice and can be found in the London Stock Exchange Derivatives Market Document Library at <https://www.lseg.com/derivatives/document-library>. These changes will be effective on **11 December 2017**.

Any questions or comments should be addressed to Jonathan Farrimond, UK Regulation, telephone +44 (0) 20 7797 1886 or email: jfarrimond@lseg.com

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