



**London**  
Stock Exchange

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[www.londonstockexchange.com](http://www.londonstockexchange.com)

23 February 2009

**For the attention of the  
chairman/senior partner/compliance officer,  
all member firms**

**N10/09**

## **STOCK EXCHANGE NOTICE**

### **TEATHERS LIMITED – IN DEFAULT – RATE OF EXCHANGE FOR NET SUMS DUE UNDER DEFAULT PROCEDURES**

1. Teathers Limited (“Teathers”) was declared a Defaulter on the London Stock Exchange (“the Exchange”) at 17:00 on Tuesday, 25 November 2008. This Stock Exchange Notice provides information on how the Exchange will calculate the net amount due under Rule D120 between Teathers and its counterparties where they were party to unsettled, non-CCP trades undertaken on the Exchange in currencies other than sterling, and which Teathers undertook in a principal capacity.
2. In accordance with Rule D144, for the purpose of discharging the amounts calculated in respect of such trades, the Exchange will aggregate all the relevant amounts which are in the same currency, creating a "currency aggregate". This is to allow the Exchange to certify a single net amount to be paid by Teathers to its counterparty or by the counterparty to Teathers, as appropriate.
3. In accordance with Rule D144.2, the currency aggregates will be converted into sterling at the spot rate of exchange set by the Bank of England for the relevant currency on the day of default. The spot rate of exchange is set by the Bank of England at 16:00 on each business day and published on its website at 09:30 the following business day. As a result, the applicable rates will be those set by the Bank of England at 16:00 on Monday, 24 November 2008, as published at 09:30 on Tuesday, 25 November 2008.
4. The relevant spot rates of exchange are set out in Attachment 1.

5. Any queries on this Notice should be addressed to either:

John Newbury, Trading Services, telephone +44 (0)20 7797 1615 (STX 31615)  
or email: [jnewbury@londonstockexchange.com](mailto:jnewbury@londonstockexchange.com); or

Tim Rowe, Trading Services, telephone +44 (0)20 7797 3468 (STX 33468) or  
email: [trowe@londonstockexchange.com](mailto:trowe@londonstockexchange.com).

Donna O'Moore  
Head of Regulatory Policy

This Stock Exchange Notice will be available on the website at  
<http://www.londonstockexchange.com/en-gb/products/membershiptrading/rulesreg/stockexnoticesnew/>

Calls to London Stock Exchange plc may be recorded to enable the Exchange to carry out its regulatory responsibilities.