

Attachment 2 to Stock Exchange Notice N30/09

Gilt Inter Dealer Broker Eligible Transactions List

Under rule 1126 of the Rules of the London Stock Exchange the following types of transaction may be offered within a Gilt Inter Dealer Broker's Service Description:

- Cash gilt trades
(i.e. a cash vs gilts transaction)
- Gilt switches
(i.e. gilts vs gilts transaction)
- Breakeven trades
(i.e. gilts vs index-linked gilts)
- Basis trades
(i.e. gilts vs futures)
- UK Government guaranteed bonds (sterling denominated)
(e.g. Network Rail and bonds issued by banks covered by the UK Government's Credit Guarantee Scheme)
Guidance:
Prices quoted and transactions executed must be on a "spread-versus-gilts" basis and not in outright prices.
- Asset swaps
(i.e. gilts vs swaps)
Guidance:
Prices/rates quoted and transactions executed must be on a "spread-versus-gilts" basis and not in outright prices/rates.
- Switches vs other Government bonds
(e.g. bunds, U.S. Treasuries)
Guidance:
Prices quoted and transactions executed must be on a "spread-versus-gilts" basis and not in outright prices.