



The driving force for derivatives

Russian IOB Equity Derivatives Service

EDX London's Russian Service has achieved considerable success since it was launched in December 2006. It is now firmly established as the leading international marketplace for trading Russian equity and index derivatives.

Our members gain exposure to a transparent on exchange market, benefiting from both an on screen order book and the flexibility offered by our Tailor Made service, all backed by the security of central counterparty clearing with LCH.Clearnet (LCH).

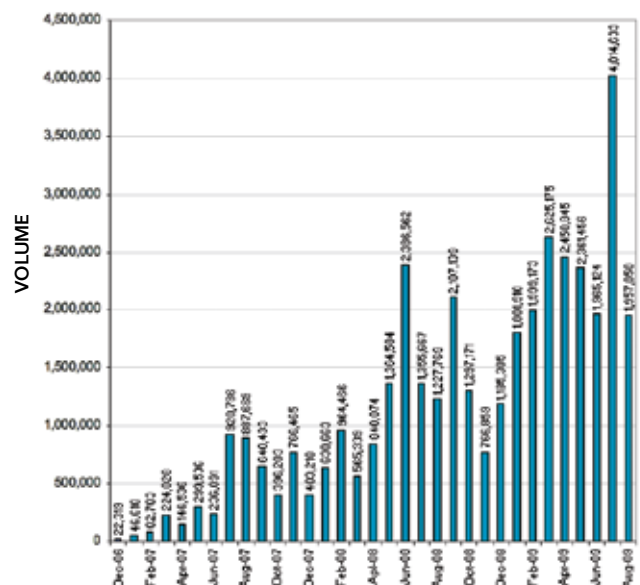
Our product offering consists of equity and index derivatives products:

- Single stock options and single stock futures based on depositary receipts (DRs) listed on the London Stock Exchange International Order Book (IOB).
- Futures and options based on the FTSE Russian International Order Book Index (FTSE RIOB).

Key benefits

- **Central counterparty protection** - LCH.Clearnet acts as central counterparty for all trades, ensuring members benefit from reduced counterparty risk and lower operational costs.
- **On screen liquidity** - Dedicated Market Makers support the Single Stock option products as well as the index, providing liquidity as well as a consistent price picture, thereby creating a more visible and transparent market place.
- **Tailor Made services** - Our flexible market model and Tailor Made service means members benefit from the advantages of OTC style flexibility and anonymity, whilst maintaining the security and efficiency of a centrally cleared on-exchange market.
- **International gateway** - We facilitate trading between domestic and international participants, who benefit from the flexibility, transparency and security of trading on exchange. To date 33 members have used the service.
- **Free MPS** - Our free Marketplace Service is available to assist in trading, execution and price discovery. They will also undertake the matching and confirmation process for OTC trades, providing members with lower operational cost and improving efficiency.

Total contracts traded on the Russian IOB service since launch



Key statistics

- Over 90% of all Russian stock options are currently traded on EDX.
- July 2009 was a record month, with over 4 million contracts traded across depositary receipt (DR) option and index derivatives.
- Over 37 million contracts have traded since launch in December 2006.
- The notional value traded since launch is in excess of \$74 billion.



Contract specifications

Individual DR options	
Contract size	Normally 100 DRs
Maturity	3, 6 and 12 months
Listing of new expiry month	Occurs on the fourth IOB trading day prior to the expiration day in each expiry month. At least five put and call options are listed
Tick size	0.01 where price < US\$0.1 0.05 where US\$0.1 ≤ price < US\$4.0 0.10 where US\$4.0 ≤ price < US\$10.0 0.25 where price ≥ US\$10.0
Delivery	Physical
Option style	European puts and calls
Premium settlement day	T+1
Expiration day	The third Friday of the expiration month of the expiration year, or where such day is not an IOB trading day, the preceding IOB trading day
Expiration settlement price	EDSP for the underlying DR calculated during the closing auction period on the expiration day

Individual DR futures	
Contract size	Normally 100 DRs
Maturity	3, 6 and 12 months
Listing of new expiry month	Occurs on the fourth IOB trading day prior to the expiration day in each expiry month
Tick size	US\$0.10
Delivery	Daily cash settlement with physical delivery of the underlying DR
Daily settlement price	Normally last traded price
Expiration day	The third Friday of the expiration month of the expiration year, or where such day is not an IOB trading day, the preceding IOB trading day
Expiration settlement price	EDSP for the underlying DR calculated during the closing auction period on the expiration day

Reuters and Bloomberg codes

Underlying	Reuters Underlying	Reuters Options	Reuters Futures
Surgutneftegaz	SNGSyq.L	0#SGGD*.ST++	0#SGGD:
Lukoil	LKOHyq.L	0#LKOD*.ST++	0#LKOD:
Gazprom	GAZPq.L	0#OGZD*.ST++	0#OGZD:
Norlisk Nickel	NKELYq.L	0#MNOD*.ST++	0#MNOD:
Rosneft	ROSNq.L	0#ROSN*.ST++	0#ROSN:

Underlying	Bloomberg Underlying	Bloomberg Options	Bloomberg Futures
Russian Index	RIOB Index	RIOB INDEX <go> OMON	RIOB INDEX <go> CT
Surgutneftegaz	SGGD LI Equity	SGGD LI Equity OMON <go>	SGGD=A Equity <go>
Lukoil	LKOD LI Equity	LKOD LI Equity OMON <go>	LKOD=A Equity <go>
Gazprom	OGZD LI Equity	OGZD LI Equity OMON <go>	OGZD=A Equity <go>
Norlisk Nickel	MNOD LI Equity	MNOD LI Equity OMON <go>	MNOD=A Equity <go>
Rosneft	ROSN LI Equity	ROSN LI Equity OMON <go>	ROSN=A Equity <go>

To find out more about EDX London's IOB Equity derivatives service, please visit www.edxlondon.com or contact:

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