

CORPORATE ACTION NOTICE**London Market****Notice No: CA/2009/374/Lo**

ISSUE DATE:

16 November 2009

EFFECTIVE DATE:

To be announced

Flexible Individual Equity Option Contracts (201F)**KJW, KJO, KJB, KJV****Flexible Universal Stock Futures Contract (66F)****KJY, KJZ****IBERIA LAE SA****MERGER**

This Notice is issued pursuant to the Corporate Actions Policy for the Euronext Derivatives Markets which is available on the NYSE Euronext website at www.nyx.com/lifferules. It requires the immediate attention of Members' staff involved with the trading and settlement of equity products on these markets. Members should ensure that clients are made aware of the arrangements detailed in this Notice.

1. **Background:** British Airways plc announced a proposed merger whereby British Airways plc and Iberia LAE SA will create a new holding company TopCo. Iberia LAE SA shareholders will receive 1.0205 shares in TopCo for each Iberia LAE SA share held.
2. **ISIN:** ES0147200036.
3. **Effective Date:** To be announced.
4. **Contract Adjustments:**
 - Ratio Method.
 - On the business day prior to the Effective date the contracts with open interest shall be adjusted using the ratio method and subsequently shall be re-designated as contracts based on the TopCo shares. The contracts will be referred to by NYSE Liffe as Iberia LAE SA ex-event contracts. Contracts without open interest will be delisted with immediate effect.
 - Ratio: 0.97991.
5. **Options:**
 - **Lot Size:** The lot size will be divided by the ratio. The lot size will be specified in the Final Notice.
 - **Exercise Prices:** The exercise prices will be multiplied by the ratio.

Web site: www.nyx.com/liffe

The **Euronext Derivatives Markets** comprise the markets for derivatives operated by Euronext Amsterdam, Euronext Brussels, Euronext Lisbon, Euronext Paris and LIFFE Administration and Management, referred to respectively as the Amsterdam, Brussels, Lisbon, Paris and London markets. Euronext is part of the NYSE Euronext group.

Futures:

- **Lot Size:** The lot size will be divided by the ratio. The lot size will be specified in the Final Notice.
- **Variation Margin:** Daily Settlement Prices on the business day prior to the Effective Date shall be multiplied by the ratio to generate reference prices for the purpose of variation margin calculations at the close of business on the business day prior to the Effective date.

6. Further Series/Maturities: No further series or maturities shall be introduced.

For further information in relation to this Notice, Members should contact:

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