



5 October 2001

MARKET NOTICE NO – 268

SETTLEMENT DISCIPLINE CHARGES

Directive 13 sets out the settlement discipline provisions for trades effected on the virt-x market.

The purpose of this market notice is to provide specific information with respect to the charging structure for settlement discipline.

Upon receipt of a settlement discipline action request from a member, virt-x will issue a notice to the liable member, which will be charged as follows:

GBP (Pound Sterling) consideration

Member	UK	Swiss	Other
Up to £100,000 (incl.)	£25	CHF 63.74	€41.94
Up to £500,000 (incl.)	£50	CHF 127.49	€83.89
Over £500,000	£75	CHF 191.23	€125.83

CHF (Swiss Francs) consideration

Member	UK	Swiss	Other
Up to CHF 250,000 (incl.)	£25	CHF 63.74	€41.94
Up to CHF 1,250,000 (incl.)	£50	CHF 127.49	€83.89
Over CHF 1,250,000	£75	CHF 191.23	€125.83

EUR (Euro) consideration

Member	UK	Swiss	Other
Up to €150,000 (incl.)	£25	CHF 63.74	€41.94
Up to €750,000 (incl.)	£50	CHF 127.49	€83.89
Over €750,000	£75	CHF 191.23	€125.83

NOK (Norwegian Krone) consideration

Member	UK	Swiss	Other
Up to 1,250,000 NOK (incl.)	£25	CHF 63.74	€41.94
Up to 6,500,000 NOK (incl.)	£50	CHF 127.49	€83.89
Over 6,500,000 NOK	£75	CHF 191.23	€125.83

DKK (Danish Krone) consideration

Member	UK	Swiss	Other
Up to 1,250,000 DKK (incl.)	£25	CHF 63.74	€41.94
Up to 6,000,000 DKK (incl.)	£50	CHF 127.49	€83.89
Over 6,000,000 DKK	£75	CHF 191.23	€125.83

SEK (Swedish Krona) consideration

Member	UK	Swiss	Other
Up to 1,500,000 (incl.)	£25	CHF 63.74	€41.94
Up to 7,500,000 (incl.)	£50	CHF 127.49	€83.89
Over 7,500,000	£75	CHF 191.23	€125.83

The exchange rates, which will be reviewed periodically, have been fixed as follows until further notice:

GBP – CHF: 2.5497

GBP – EUR: 1.6777.

If the liable member does not action the request by the specified date, further charges will apply as follows unless virt-x is satisfied that the liable member has taken every reasonable endeavour to settle the outstanding transaction:

- a one-off charge of 0.25% of the consideration of the transaction and
- a charge of 0.1% of the consideration of the transaction for each market day for which the delivery remains outstanding.

Failure to settle the transaction 7 business days after the specified date may result in disciplinary action.

These additions are reflected in Directive 13, which is now available in the Regulation Section at www.virt-x.com.

Please direct your questions to the Market Helpdesk on

Tel: +44 (0) 20 7074 4556

Fax: +44 (0) 20 7074 4524

market.helpdesk@virt-x.com