

The NYSE Liffe U.S. Eurodollar futures market features participation from global customers actively trading across outright and strategy markets available on the Exchange’s advanced electronic trading platform LIFFE CONNECT 10[®].

NYSE Liffe U.S. Packs and Bundles are supported by Designated Market Makers (DMMs) providing liquidity across the first 20 quarterly Eurodollar futures contracts.

Pricing of Packs and Bundles

Packs and Bundles on LIFFE CONNECT 10[®] are priced as the sum of the changes in price of all of the legs in the strategy from the previous trading day’s settlement.

Pricing a Pack:

The trade is executed in a Pack at the price of -0.0250. This reflects an agreement between the buyer and seller to trade the four Eurodollar contracts in the pack at a total net change in the contracts’ prices of - 0.0250 vs. the previous trading day’s settlement prices.

Example:

If the price change from the previous day’s settlement for the first four contract months is:

Mar:	-0.010
June:	-0.005
Sept:	-0.005
Dec:	-0.005
The total price of the Pack is -0.0250 (the sum of -.010 -.005 - .005 - .005)	

In order to calculate the price of the strategy based on annualized convention and in basis points simply divide the price of the pack by 4 (the number of legs in the strategy) and multiply by 100 to obtain a price of -0.6250.

Pricing a 2yr bundle:

The trade is executed in a 2-Year Bundle at the price of +0.0500. This reflects an agreement between the buyer and seller to trade the nearest eight Eurodollar contracts at a total net change in the contracts’ prices of +0.0500 vs. the previous trading day’s settlement prices.

Example:

If the price change from the previous day’s settlement for the first eight contract months is:

Mar:	-0.010
June:	-0.005
Sept:	-0.005
Dec:	-0.005
Mar 2:	-0.000
June 2:	0.015
Sept 2:	0.025
Dec 2:	0.035
The total price of the bundle is 0.0500 (-.010 - .005 - .005 - .005 + 0.000 + 0.015 + 0.025 + 0.035).	

In order to calculate the price of the strategy based on annualized convention and in basis points simply divide the price of the 2 year bundle pack by 8 (the number of legs in the strategy) and multiply by 100 to obtain a price of 0.6250

To monitor the NYSE Liffe U.S Packs and Bundles market live please visit us at: www.packsandbundles.com