



SFE Bulletin No: 78/03

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AMP LIMITED DEMERGER – ACTION IN RESPECT OF AMP LIMITED INDIVIDUAL SHARE FUTURES CONTRACTS

1.0 Introduction

- 1.1 AMP Limited (AMP) has announced its intention to demerge its businesses into two separately listed companies. As part of the demerger, eligible AMP shareholders will receive one HHG PLC CDI for every AMP share held.
- 1.2 Should the demerger receive Court Approval on 15 December 2003, AMP shares will commence trading on an ex-HHG entitlement basis on 18 December 2003. **As a consequence, the Effective Date for adjustments to existing AMP Individual Share Futures (AMP ISFs) will be 18 December 2003.**
- 1.3 The purpose of this Bulletin is to describe adjustments to be made in respect of the two separate AMP ISFs (commodity code AM and MP) and the introduction of a new AMP ISF (commodity code to be advised) series, with a standard Contract Unit of 1,000 AMP shares per lot.

2.0 Contract Adjustments

- 2.1 After the close of business on 15 December 2003, all AMP ISFs (commodity code 'AM' and 'MP') without open interest and where there are no further-dated contracts with open interest will be de-listed.
- 2.2 No further AMP ISFs (commodity code 'AM' and 'MP') will be listed on and from the Effective Date. In addition, AMP ISFs will be suspended from trading during the AMP Rights Offer book build on 16 and 17 December 2003.
- 2.3 AMP ISFs (commodity 'AM' and 'MP') will recommence trading on Thursday 18 December 2003 on an adjusted basis with the value of HHG PLC CDIs incorporated into the Contract Unit. The new Contract Unit will be determined using the volume weighted average prices (VWAP) of AMP ex-HHG and AMP cum-HHG special markets. **Participants are therefore advised that the final adjustment to the Contract Unit of AMP ISFs will be effective as at 9:50am on the Effective Date albeit the calculation will not be done until 19 December 2003.** A further Bulletin describing the adjusted Contract Unit will be issued on 19 December 2003 detailing the adjusted lot size.

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2.3 The adjustment will be made according to the following formula:

New Contract Unit

$$\text{NCU} = \text{ECU} + (\text{N} * \text{R} / \text{X})$$

Where:

NCU = New Contract Unit

ECU = Existing Contract Unit

N = Number of entitlements per Contract Unit

R = Value of entitlements per share

X = Special ex-entitlement volume weighted average share price on the Effective Date

3.0 Introduction of New AMP ISFs

3.1 At 9:50am on the Effective Date, a new AMP ISF series will be listed with a standard Contract Unit of 1,000 AMP shares per lot. This AMP ISF will be listed concurrently with any adjusted AMP ISFs (commodity code 'AM' and 'MP') in existence at the time.

3.2 The expiry months for AMP ISFs will be March 2004, June 2004, September 2004 and December 2004.

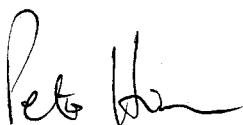
4.0 Further Information

Participants seeking further information in relation to this Bulletin should contact:

4.1 Effie Tsiaousis in SFE Business Development (02 9256 0596) for issues relating to changes to contract specifications;

4.2 Stuart Cleary in SFE Business Operations (02 9256 0677) for SYCOM® issues; or

4.3 Greg Fitzpatrick in SFE Business Operations (02 9256 0642) for settlement and clearing issues.



Peter Hiom

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