

24th February 2011

Dear member,

In an effort to deliver the strongest possible derivatives offering for the LSE group we are combining the expertise and processes of EDX, together with the flexibility and efficiencies of Turquoise to form Turquoise Derivatives.

Turquoise Derivatives has been identified as the core platform for delivering a credible trading venue for Pan European and Emerging Market Derivatives. In order to realise the group vision of establishing LSEG as a key venue for derivatives trading, we are combining two lean and dynamic businesses in EDX and Turquoise. As well as helping us deliver an exciting and comprehensive platform for derivatives trading within LSEG, this also lessens the impact for the many customers who are already active on SOLA and / or who use LCH Clearnet as their central counterparty for EDX business. Turquoise Derivatives will be using the EDX infrastructure to transact and clear all Turquoise Derivatives business going forward.

EDX as a business is being absorbed into Turquoise and its staff, technology and processes will join forces with the existing Turquoise team to offer a platform for Pan European and Emerging Markets Derivatives Trading and Clearing. This will take effect from 1st May 2011.

Please find attached some documentation which we require you to fill in and return to us to effect this transition, as well as an FAQ which we hope will address some of the key questions you may have. We will require that the documentation is completed and returned by 29th April 2011 at the latest.

Should you have any enquiries or questions please contact membership services team on +44 (0) 20 7382 7650 email sales@tradeturquoise.com. We look forward to working with you as part of this exciting derivatives initiative.

Yours sincerely



Signed Nicolas Bertrand
MD EDX



Signed David Lester
CEO Turquoise

General FAQs

1. WHAT IS HAPPENING TO EDX AND TURQUOISE?

As of 1 May 2011 EDX London is being absorbed into Turquoise Global Holdings Limited ("Turquoise"). Its business, product suite, assets, processes, systems, staff and expertise are being integrated to form Turquoise Derivatives which will operate as an MTF (Multilateral Trading Facility).

The name "EDX London" is no longer being used and its Recognised Investment Exchange status is being "De-Recognised"

Any existing members of EDX London or Turquoise will be sent updated documentation to sign. This will either convert an existing EDX membership to a Turquoise membership or expand an existing Turquoise membership to include derivatives. If you have not received this documentation then please let us know straight away.

2. WHAT IS HAPPENING TO THE EDX LONDON LINK WITH OSLO BORS?

The link will continue technically unchanged between Turquoise and Oslo Bors (rather than EDX London and Oslo Bors) for all Norwegian derivatives.

3. WHO WILL BE THE CENTRAL COUNTERPARTY FOR THE TURQUOISE DERIVATIVES OFFERING?

LCH.Clearnet Ltd. All LCH accounts for EDX members remain unchanged. All positions remain as open/cleared positions at LCH. No transfer of open interest is required.

Administration services will be carried out using CC&G technology (BCS).

4. IS THERE A MEMBERSHIP FEE FOR THE EXPANDED TURQUOISE MTF?

No. Membership of both Turquoise MTF and EDX London was free prior to the merger. The new entity will also have no membership fee either.

5. IS A NEW STATIC DATA FORM REQUIRED?

For those EDX customers who have an existing Static Data form, no further action will be required unless access to additional products is required. For those customers who do not have a Static Data form lodged with EDX and who wish to trade either existing EDX products or the new GBP denominated derivatives on Turquoise, you will be required to complete a Static Data Form and return.

6. WHAT IS THE TECHNOLOGY IMPACT?

Turquoise and Oslo Bors will be migrating to SOLA V 2.1 on Monday May 9th 2011. If you are not currently conformed to SOLA V 2.0 for IDEM, you will be required to undertake conformance testing for this upgrade.

7. IS THERE ANY EFFECT ON MARKET DATA AGREEMENTS?

Real time market data will be accessible through SOLA High Speed Vendor Feed (HSVF). Members will be required to sign a new Market Data License agreement.

8. THE TIMEFRAME SEEMS TIGHT, WHY IS THIS?

Yes the timeframe is tight. However, there are several points that should help lessen the burden on firms:

- SOLA v2.1 is backward compatible with SOLA v2.0 as used on IDEM, so any members that have already conformed to IDEM will have considerably less development work to complete
- ISVs have been engaged already and are doing the necessary development work

9. HAVE THE ISVs BEEN ENGAGED?

Yes all ISV's that support EDX today (both front and back office) have been contacted for readiness.

10. WHAT RISK MANAGEMENT METHODOLOGY WILL BE USED?

SPAN margining calculation methodology will be used. This is the same margin methodology as EDX London today, and is calculated by LCH.Clearnet Ltd our Central Counterparty..

11. ARE ANY ADDITIONAL CONTRIBUTIONS REQUIRED TO THE LCH DEFAULT FUND?

No.

12. ARE THERE ANY CHANGES TO THE EDX LONDON RULEBOOK WITH THE TURQUOISE MERGER?

There will be some structural changes to the EDX London Rulebook as it is absorbed in to the Turquoise combined cash and derivatives Rulebook. For example, contract specifications and fees will be housed on the Turquoise website rather than within the Rulebook.

13. ARE THERE ANY CHANGES TO THE EXISTING EDX PRODUCTS?

The Russian and Norwegian Derivatives products will be available to you in the same way with the same pricing, clearing and settlement structure as operates within EDX today. It will merely represent a name change in terms of product provider from EDX to Turquoise Derivatives.