



NOTICE 04/2007

Cancellation of Transactions

13.January.2012
[Translation – Version 1]

Versions Index

24.December.2007

Initial Version

18.November.2008

Registration with The Portuguese Securities Market Commission (CMVM) on October 30th, 2008 as a MIBEL Derivatives Market Rule as a EU Regulated Market according to Directive 2004/39/EC of the European Parliament and of the Council of 21 April 2004 on markets in financial instruments (MiFID).

13.January.2012

Addition of paragraph i) to number 2.

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Under the provisions of **number 5 of article 58 of the Trading Rulebook**, OMIP approves the present Notice which determines the necessary conditions for the cancellation of Transactions.

1. Under the terms of **number 2 of article 58 of the Trading Rulebook**, OMIP, coordinated with OMIClear, can cancel the Transactions carried out in the Market, on the following conditions:
 - a) When a technical flaw or a relevant and obvious mistake takes place, especially when the Transactions have been carried out with prices which are manifestly deviant from the ones observed in the Market;
 - b) When, according to a reasonable judgement, it considers that the Operations go against the National Regulation and the Trading Rules;
 - c) When one of the parts involved in the Operation has submitted a request.
2. In the cases mentioned in c) above, the following procedures will be observed:
 - a) The cancellation request for a transaction must be made by phone to the "OMIP Trading Desk", for which the numbers can be found in the OMIP Notice 10/2006 – OMIP Operational Contacts, by the Trading Member interested in the cancellation, in the 5 minutes following the Transaction closure.
 - b) OMIP will immediately inform the Market, through a Trading Platform, that the Transaction, duly identified, is under revision, immediately consulting with the counterparty to ascertain whether they agree with the possible cancellation of the Transaction.
 - c) If the counterparty agrees, and if OMIP doesn't consider there are other factors conditioning the decision, the cancellation of the Transaction will be carried out.
 - d) If the counterparty doesn't agree with the annulment or if they refrain from answering, OMIP will randomly consult four Trading Members, asking for an affirmative or negative answer to the following question: *"Is the verified price for the Transaction, duly identified, deviant from the market conditions verified for the Contract in question?"*.
 - e) Receiving, as a minimum, three affirmative answers, OMIP will carry out the cancellation of the Operation. Otherwise, the cancellation will not be carried out.
 - f) OMIP will immediately inform the Market, through a Trading Platform, of its final decision concerning the Transaction which was under revision, where one of two results may occur: confirmed or cancelled.
 - g) The cancellation of Transactions will also be marked in the Session's Market Bulletin.
 - h) The party which requests the cancellation will be responsible for the payment of the fees determined in the OMIP Notice 09/2006 – Price List.
 - i) Regarding the cancelation of deals from compound implicit offers or price differences offers, the general principle that there can be partial cancelations of the underlying deals applies only if both parties involved in more than one deal accept to cancel.

3. In the cases foreseen in a) and b) of number 1 above, the procedures stipulated in the previous number will be followed, with the due adaptations, in particular in what refers to the communications to the Market.

Entry into effect

4. This Notice enters into force on January 13th, 2012.

The Executive Commission