

SECTION 20 SETTLEMENT OF DERIVATIVES CCP CONTRACTS

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SECTION 20 SETTLEMENT OF DERIVATIVES CCP CONTRACTS

This Section deals with the settlement of Derivatives CCP Contracts by Buyers, including the exercise of Options CCP Contracts over an Underlying Derivative, an Underlying Financial Product and an Underlying Index.

It sets out:

- (a) the requirement for a Buyer to submit an Exercise Notice to ASX Clear;
- (b) the circumstances in which a Buyer will be deemed to have given an Exercise Notice;
- (c) the circumstances in which a Buyer may amend or withdraw an Exercise Notice or exclude automatic exercise;
- (d) the process by which ASX Clear allocates an Exercise Notice to a Seller;
- (e) the consequences of an allocation of an Exercise Notice; and
- (f) the payment of the Settlement Amount in relation to a Cash Settled Derivatives CCP Contract.

Amended 19/02/24

20.1 EXERCISE OF OPTIONS CCP CONTRACTS

20.1.1 Exercise of Options CCP Contract by Buyer

Subject to the Rules, the Buyer of a Options CCP Contract may exercise the Options CCP Contract by submitting an Exercise Notice to ASX Clear:

- (a) by the time and in the manner determined by ASX Clear and set out in the Procedures; and
- (b) in accordance with the terms of the Options CCP Contract.

ASX Clear may reject an Exercise Notice which does not comply with this Rule 20.1.1.

Introduced 11/03/04 Origin OCH S2.2.1

20.1.1A Automatic exercise of in-the-money Options CCP Contracts over Underlying Financial Products

If:

- (a) at the time determined by ASX Clear on the Expiry Date for the purposes of Rule 20.1.1, a Buyer has not submitted an Exercise Notice in respect of an Options CCP Contract over an Underlying Financial Product in accordance with Rule 20.1.1; and

- (b) the Exercise Price of the Options CCP Contract is less than (in the case of a Call Option) or greater than (in the case of a Put Option) the Option Exercise Reference Price of the relevant Underlying Financial Product as at the Expiry Date, as determined by ASX Clear,

the Buyer will, subject to Rule 20.1.4, be deemed to have submitted an Exercise Notice in respect of that Options CCP Contract at that time.

Introduced 02/02/15

20.1.1B Automatic exercise of in-the-money Options CCP Contracts over Underlying Index

If:

- (a) at the time determined by ASX Clear on the Expiry Date for the purposes of Rule 20.1.1, a Buyer has not submitted an Exercise Notice in respect of an Options CCP Contract over an Underlying Index in accordance with Rule 20.1.1; and
- (b) the Exercise Level of the Options CCP Contract is less than (in the case of a Call Option) or greater than (in the case of a Put Option) the Opening Price Index Calculation of the relevant Underlying Index as at the Expiry Date, as determined by ASX Clear,

the Buyer will, subject to Rule 20.1.4, be deemed to have submitted an Exercise Notice in respect of that Options CCP Contract at that time.

Introduced 02/02/15

20.1.1C Determining whether Options CCP Contracts are in-the-money

For the purposes of Rules 20.1.1A, 20.1.1B and 20.1.3 (as applicable), the:

- (a) closing price in the relevant Underlying Financial Product as at the Expiry Date;
- (b) Opening Price Index Calculation of the relevant Underlying Index as at the Expiry Date; and
- (c) prevailing market price in the relevant Underlying Derivative as at the Expiry Date,

will be as notified by the Approved Listing Market Operator to ASX Clear.

If ASX Clear determines that the closing price in the relevant Underlying Financial Product, or the OPIC of the relevant Underlying Index, or the prevailing market price in the relevant Underlying Derivative, as at the Expiry Date is unreported or unavailable, at the time determined by ASX Clear on the Expiry Date for the purposes of Rule 20.1.1, ASX Clear may:

- (d) suspend the determination of automatic exercise under Rules 20.1.1A, 20.1.1B or 20.1.3 (as applicable) until ASX Clear has access to the relevant closing price, OPIC or prevailing market price (as applicable) and is able to determine automatic exercise; or

- (e) specify a relevant closing price, OPIC or prevailing market price and determine automatic exercise under Rules 20.1.1A, 20.1.1B or 20.1.3 (as applicable) accordingly.

If ASX Clear is otherwise unable to determine the Option Exercise Reference Price of the relevant Underlying Financial Product or the Daily Settlement Price of the relevant Underlying Derivative, as at the Expiry Date, at the time determined by ASX Clear on the Expiry Date for the purposes of Rule 20.1.1, ASX Clear may suspend the determination of automatic exercise under Rules 20.1.1A or 20.1.3 (as applicable) until ASX Clear is able to determine such Option Exercise Reference Price or Daily Settlement Price (as applicable) and is able to determine automatic exercise.

Introduced 02/02/15 Amended 30/11/15

20.1.1D Reliance on notifications from Approved Listing Market Operator

Unless ASX Clear determines otherwise, the:

- (a) closing price in the relevant Underlying Financial Product as at the Expiry Date;
- (b) OPIC of the relevant Underlying Index as at the Expiry Date; and
- (c) prevailing market price in the relevant Underlying Derivative as at the Expiry Date,

first reported by the Approved Listing Market Operator to ASX Clear is (subject to the ability of ASX Clear to have regard to other factors it considers relevant) conclusive for the purpose of ASX Clear's determination of whether Options CCP Contracts are in-the-money and subject to automatic exercise under Rules 20.1.1A, 20.1.1B or 20.1.3, even if the relevant closing price, OPIC or prevailing market price is later revised by the Approved Listing Market Operator (or any Reporting Authority) (as applicable) or if the Approved Listing Market Operator (or any Reporting Authority) (as applicable) later determines that the closing price, OPIC or prevailing market price reported was inaccurate.

Introduced 02/02/15 Amended 30/11/15

20.1.1E Limitation of liability

The calculation, determination and dissemination of information as to the closing price, the Option Exercise Reference Price, the OPIC, the prevailing market price or the Daily Settlement Price in relation to an Underlying Financial Product, Underlying Index or Underlying Derivative (as applicable) is a Clearing Service as that term is defined in Rule 1.10.1. The benefit of Rule 1.10 extends to the Approved Listing Market Operator (and any Reporting Authority).

Introduced 02/02/15 Amended 30/11/15

20.1.2 Failure to submit Exercise Notice

If the Buyer of a Options CCP Contract does not submit an Exercise Notice to ASX Clear in accordance with Rule 20.1.1 (or has submitted an Exercise Notice under Rule 20.1.1 which is withdrawn under Rule 20.1.4) prior to the time determined by ASX Clear on the Expiry Date for the purposes of those Rules and the Buyer is not deemed to have submitted an Exercise Notice in respect of that Options CCP Contract at that time in

accordance with Rules 20.1.1A, 20.1.1B or 20.1.3, the Options CCP Contract expires and ASX Clear will cancel the registration of that Options CCP Contract and a Options CCP Contract in the same Series registered in an Account of another Participant as Seller.

Introduced 11/03/04 Origin OCH S2.2.2 Amended 02/02/15

20.1.3 Automatic exercise of in-the-money Options CCP Contracts over Underlying Derivatives

If:

- (a) at the time determined by ASX Clear on the Expiry Date for the purposes of Rule 20.1.1, a Buyer has not submitted an Exercise Notice in respect of an Options CCP Contract over an Underlying Derivative in accordance with Rule 20.1.1; and
- (b) the Exercise Price of the Options CCP Contract is less than (in the case of a Call Option) or greater than (in the case of a Put Option) the Daily Settlement Price of the relevant Underlying Derivative as at the Expiry Date, as determined by ASX Clear,

the Buyer will, subject to Rule 20.1.4, be deemed to have submitted an Exercise Notice in respect of that Options CCP Contract at that time.

Introduced 11/03/04 Origin OCH S2.2.3 Amended 02/02/15

20.1.4 Exercise Notice under Rule 20.1.1 may be amended or withdrawn or automatic exercise excluded

If the Buyer of an Options CCP Contract submits an Exercise Notice under Rule 20.1.1, the Buyer may amend or withdraw that Exercise Notice prior to the time, and in the manner, determined by ASX Clear and set out in the Procedures.

The Buyer of an Options CCP Contract may also exclude an Options CCP Contract from automatic exercise under Rules 20.1.1A, 20.1.1B or 20.1.3 (as applicable) prior to the time, and in the manner, determined by ASX Clear and set out in the Procedures. If it does so, the Buyer will not be deemed to have submitted an Exercise Notice in respect of that Options CCP Contract, irrespective of whether that Options CCP Contract is determined to be in-the-money.

ASX Clear may reject an amendment or withdrawal of an Exercise Notice or an exclusion of an Options CCP Contract from automatic exercise which does not comply with this Rule 20.1.4.

Introduced 11/03/04 Origin OCH S2.2.4 Amended 02/02/15

20.1.5 ASX Clear to allocate Exercise Notices

If an Exercise Notice is submitted to ASX Clear under Rule 20.1.1 and the Exercise Notice is not withdrawn under Rule 20.1.4, or an Exercise Notice is deemed to have been submitted under Rules 20.1.1A, 20.1.1B or 20.1.3, ASX Clear will allocate that Exercise Notice to the Seller of an Options CCP Contract of the same Series. When making the

allocation, ASX Clear will specify the Account of the Participant to which the Exercise Notice is allocated.

Introduced 11/03/04 Origin OCH S2.2.5 Amended 02/02/15

20.1.6 Procedures for allocation

The allocation of an Exercise Notice under Rule 20.1.5 will be on the basis of random selection or other process determined by ASX Clear from time to time and set out in the Procedures.

Introduced 11/03/04 Origin OCH S2.2.6

20.1.7 ASX Clear to confirm exercise and allocation

ASX Clear will, as soon as practicable and in accordance with the Procedures, confirm the exercise of an Options CCP Contract to the Buyer which submitted the Exercise Notice and to the Seller to which the Exercise Notice is allocated.

Introduced 11/03/04 Origin OCH S2.2.7

20.1.8 Exercise restrictions

ASX Clear may at any time impose a restriction on the exercise of Options CCP Contracts in one or more Series if it determines the restriction is appropriate having regard to Rule 1.15.

Introduced 11/03/04 Origin OCH S2.2.8

20.1.9 Consequences of restriction

If ASX Clear imposes a restriction on the exercise of Options CCP Contracts in a Series under Rule 20.1.8, Buyers must only exercise Options CCP Contracts in that Series in accordance with the terms of the restriction.

Introduced 11/03/04 Origin OCH S2.2.9

20.1.10 Instructions from clients

A Participant must establish and notify Clients of procedures for Clients to give it instructions to exercise or exclude from exercise Options CCP Contracts (including as a result of automatic exercise under Rules 20.1.1A, 20.1.1B or 20.1.3) including, without limitation, the latest time at which the Participant will accept those instructions.

Introduced 11/03/04 Origin OCH S2.2.10 Amended 02/02/15

20.2 SETTLEMENT OF OPTIONS CCP CONTRACTS FOLLOWING EXERCISE (OPTIONS CCP CONTRACTS OVER AN UNDERLYING DERIVATIVE)

20.2.1 Application

This Rule 20.2 applies to Options CCP Contracts over an Underlying Derivative.

Introduced 11/03/04 Origin OCH S2.3.1

20.2.2 Clearing and Settlement

Upon the allocation of an Exercise Notice submitted by a Buyer of a Options CCP Contract and allocated by ASX Clear to a Seller under Rule 20.1.5 and subject to these Rules, the terms of the Options CCP Contract and the rules of the Approved Listing Market Operator:

- (a) in the case of a Call Option:
 - (i) a Derivatives CCP Contract in the Underlying Derivative will arise between ASX Clear as Seller and the Buyer as Buyer at the Exercise Price; and
 - (ii) a Derivatives CCP Contract in the Underlying Derivative will arise between ASX Clear as Buyer and the Seller as Seller at the Exercise Price; and
- (b) in the case of a Put Option:
 - (i) a Derivatives CCP Contract in the Underlying Derivative will arise between ASX Clear as Buyer and the Buyer as Seller at the Exercise Price; and
 - (ii) a Derivatives CCP Contract in the Underlying Derivative will arise between ASX Clear as Seller and the Seller as Buyer at the Exercise Price.

The Derivatives CCP Contracts arising under this Rule 20.2.2 are deemed to have arisen from the registration of a Derivatives Market Contract.

Introduced 11/03/04 Origin OCH S2.3.2 Amended 27/06/11, 02/02/15

20.3 SETTLEMENT OF OPTIONS CCP CONTRACT FOLLOWING EXERCISE (OPTIONS CCP CONTRACTS OVER UNDERLYING FINANCIAL PRODUCTS)

20.3.1 Application

This Rule 20.3 applies to Options CCP Contracts over Underlying Financial Products as follows:

- (a) Rules 20.3.2 to 20.3.5 apply to Options CCP Contracts over Underlying Financial Products that are not Cash Settled; and
- (b) Rules 20.3.6 to 20.3.11 apply to Options CCP Contracts over Underlying Financial Products that are Cash Settled.

Introduced 11/03/04 Origin OCH S2.4.1 Amended 30/11/15

20.3.2 Allocation of Exercise Notice gives rise to agreement to buy and sell the Underlying Financial Products

When ASX Clear allocates an Exercise Notice submitted by the Buyer of an Options CCP Contract to the Seller of an Options CCP Contract of the same Series in accordance with Rule 20.1.5:

- (a) the relevant Options CCP Contracts registered in the name of the Buyer and the Seller are discharged and ASX Clear will cancel their registration; and
- (b) an agreement arises between:
 - (i) that Buyer; and
 - (ii) that Seller,to buy and sell the relevant Underlying Financial Products, pursuant to which:
 - A. in the case of a Call Option, the Seller agrees to transfer the number of the Underlying Financial Products representing the Contract Size to the Buyer and the Buyer agrees to pay the Exercise Value (together with in the case of a LEPO any other amounts prescribed in the Procedures) to the Seller; and
 - B. in the case of a Put Option, the Buyer agrees to transfer the number of the Underlying Financial Products representing the Contract Size to the Seller and the Seller agrees to pay the Exercise Value to the Buyer.

Introduced 11/03/04 Origin OCH S2.4.2 Amended 21/11/14

20.3.3 Obligation to report sale to Underlying Market

Subject to Rule 20.3.4, each Participant must promptly report the agreement to buy and sell the Underlying Financial Products arising under Rule 20.3.2 to the relevant Underlying Market in the manner and form specified in the Procedures or as required under the rules governing the relevant Underlying Market. Where ASX Clear consents, a Participant may report the agreement to the Underlying Market in the name of a Market Participant for which the Participant provides clearing services and for whose account the Options CCP Contract was registered.

Introduced 11/03/04 Origin OCH S2.4.3 Amended 02/02/15

20.3.4 Information generated automatically

A Participant is taken to have complied with Rule 20.3.3 if that information is generated automatically and supplied to the relevant Underlying Market by ASX Clear in accordance with the Procedures.

Introduced 11/03/04 Origin OCH S2.4.4

20.3.5 Clearing and Settlement of Underlying Financial Products

The Buyer (referred to in Rule 20.3.2), and the Seller (referred to in Rule 20.3.2) (or the General Participant who becomes responsible for the Buyer or Seller with whom they have a Clearing Agreement), must perform the Clearing Obligations associated with those Cash CCP Transactions, namely to effect the transfer of the Underlying Financial Products and the payment of the Exercise Value (together with in the case of a LEPO any other amounts prescribed in the Procedures) in accordance with these Rules, the rules of the relevant Underlying Market and the rules of the Approved Settlement Facility (as applicable).

Introduced 11/03/04 Origin OCH S2.4.5 Amended 21/11/14

20.3.6 Obligation to pay Settlement Amount

When ASX Clear allocates an Exercise Notice submitted by the Buyer of an Options CCP Contract to the Seller of an Options CCP Contract of the same Series in accordance with Rule 20.1.5:

- (a) the relevant Options CCP Contracts registered in the name of the Buyer and the Seller are discharged and ASX Clear will cancel their registration;
- (b) the Seller must pay by the time specified in the Procedures to ASX Clear, and ASX Clear must pay by the time specified in the Procedures to the Buyer, the Settlement Amount if:
 - (i) in the case of a Call Option, the Exercise Price is less than the Option Exercise Reference Price; and
 - (ii) in the case of a Put Option, the Exercise Price is greater than the Option Exercise Reference Price; and
- (c) the Buyer must pay by the time specified in the Procedures to ASX Clear, and ASX Clear must pay by the time specified in the Procedures to the Seller, any other amounts prescribed in the Procedures.

Introduced 30/11/15

20.3.7 Calculation of Settlement Amount

ASX Clear will calculate the Settlement Amount in relation to an Options CCP Contract in accordance with the following formulae:

- (a) in the case of a Call Option:
$$SA = CS \times (OERP - EP); \text{ and}$$
- (b) in the case of a Put Option:
$$SA = CS \times (EP - OERP),$$

where:

CS is the Contract Size;

SA is the Settlement Amount (which must be greater than zero);

OERP is the Option Exercise Reference Price; and

EP is the Exercise Price of the Options CCP Contract.

Introduced 30/11/15

20.3.8 Notification of Option Exercise Reference Price

ASX Clear will notify both the Buyer and the allocated Seller of the Option Exercise Reference Price for an Options CCP Contract on the Business Day following the day on which the Approved Listing Market Operator notifies it of the closing price of the relevant Underlying Financial Product.

Introduced 30/11/15

20.3.9 Unavailability of Option Exercise Reference Price

If ASX Clear determines that the closing price of the relevant Underlying Financial Product is unreported or unavailable for the purpose of determining the Option Exercise Reference Price and calculating the Settlement Amount, ASX Clear may:

- (a) suspend the settlement of rights and obligations of Buyers and Sellers of Options CCP Contracts over that Underlying Financial Product arising under Rule 20.3.6 until ASX Clear has access to the closing price and is able to determine the Option Exercise Reference Price and calculate the Settlement Amount and has notified the market that the suspension is lifted; or
- (b) specify the closing price and determine the Option Exercise Reference Price and calculate the Settlement Amount accordingly.

Introduced 30/11/15

20.3.10 Accuracy of Option Exercise Reference Price

Unless ASX Clear determines otherwise, the closing price of the relevant Underlying Financial Product first reported by the Approved Listing Market Operator to ASX Clear is (subject to the ability of ASX Clear to have regard to other factors it considers relevant) conclusive for the purpose of ASX Clear's determination of the Option Exercise Reference Price and calculation of the Settlement Amount, even if the closing price is later revised by the Approved Listing Market Operator or if the Approved Listing Market Operator later determines that the closing price reported was inaccurate.

Introduced 30/11/15

20.3.11 Limitation of liability

The calculation, determination and dissemination of information in relation to the closing price in relation to an Underlying Financial Product and the Option Exercise Reference Price for an Options CCP Contract is a Clearing Service as that term is defined in Rule 1.10.1. The benefit of Rule 1.10 extends to the Approved Listing Market Operator.

Introduced 30/11/15

20.4 SETTLEMENT OF EXERCISE OF OPTIONS CCP CONTRACTS OVER UNDERLYING INDEX

20.4.1 Application

This Rule 20.4 applies to Options CCP Contracts over an Underlying Index.

Introduced 11/03/04 Origin OCH S2.5.1

20.4.2 Obligation to pay Settlement Amount

When ASX Clear allocates an Exercise Notice submitted by the Buyer of an Options CCP Contract to the Seller of an Options CCP Contract of the same Series under Rule 20.1.5:

- (a) the relevant Options CCP Contracts registered in the name of the Buyer and the Seller are discharged and ASX Clear will cancel their registration; and
- (b) the Seller must pay by the time specified in the Procedures to ASX Clear, and ASX Clear must pay by the time specified in the Procedures to the Buyer, the Settlement Amount if:
 - (i) in the case of a Call Option, the Exercise Level is less than the OPIC; and
 - (ii) in the case of a Put Option, the Exercise Level is greater than the OPIC.

Introduced 11/03/04 Origin OCH S2.5.1

20.4.3 Calculation of Settlement Amount

ASX Clear will calculate the Settlement Amount in relation to an Options CCP Contract in accordance with the following formulae:

- (a) in the case of a Call Option:
 $SA = IM \times (OPIC - EL)$; and
- (b) in the case of a Put Option:

$$SA = IM \times (EL - OPIC),$$

where:

SA is the Settlement Amount (which must be greater than zero);

IM is the Index Multiplier of the Options CCP Contract;

OPIC is the Opening Price Index Calculation; and

EL is the Exercise Level of the Options CCP Contract.

Introduced 11/03/04 Origin OCH S2.5.3

20.4.4 Notification of OPIC

ASX Clear will notify both the Buyer and the allocated Seller of the OPIC on the Business Day following the day on which the Approved Listing Market Operator notifies it of the OPIC.

Introduced 11/03/04 Origin OCH S2.5.4 Amended 27/06/11

20.4.5 Unavailability of OPIC

If ASX Clear determines that the OPIC of an Underlying Index is unreported or unavailable for the purpose of calculating the Settlement Amount, ASX Clear may:

- (a) suspend the settlement of rights and obligations of Buyers and Sellers of Options CCP Contracts over that Underlying Index arising under Rule 20.4.2 until ASX Clear has access to the OPIC and is able to calculate the Settlement Amount and has notified the market that the suspension is lifted; or
- (b) specify an OPIC and calculate the Settlement Amount accordingly.

Introduced 11/03/04 Origin OCH S2.5.5

20.4.6 Accuracy of OPIC

Unless ASX Clear determines otherwise, the OPIC first reported by the Approved Listing Market Operator to ASX Clear is conclusive for the purpose of ASX Clear's calculation of the Settlement Amount, even if the OPIC is later revised by the Approved Listing Market Operator (or any Reporting Authority) or if the Approved Listing Market Operator (or any Reporting Authority) later determines that the OPIC reported was inaccurate.

Introduced 11/03/04 Origin OCH S2.5.6 Amended 27/06/11

20.4.7 Limitation of liability

The calculation, determination and dissemination of information in relation to an Underlying Index is a Clearing Service as that term is defined in Rule 1.10.1. The benefit of Rule 1.10 extends to the Approved Listing Market Operator (and any Reporting Authority).

Introduced 11/03/04 Origin OCH S2.5.7 Amended 27/06/11, 02/02/15

20.5 SETTLEMENT OF CASH SETTLED FUTURES CCP CONTRACTS – [DELETED]

Introduced 11/03/04 Origin OCH S1.1.2 Amended 27/06/11 Deleted 19/02/24

20.6 ERRORS BY PARTICIPANT IN EXERCISE OF OPTIONS CCP CONTRACTS

20.6.1 Participant may request assistance to correct error in exercise

If a Participant as Buyer has made an error (irrespective of whether caused or contributed to by its Client) in having sent, or not having sent, a Clearing Message in the Derivatives Clearing System in accordance with Rules 20.1.1 or 20.1.4, as a result of which the Options CCP Contract is:

- (a) not exercised; or
- (b) exercised,

under these Rules in error ('Participant exercise error'), the Participant ('requesting Participant') may notify ASX Clear of the Participant exercise error and request ASX Clear's assistance to address the Participant exercise error in the circumstances and manner specified in the Procedures.

If it does so, ASX Clear will, to the extent reasonably practicable, contact the counterparty Participants specified in the Procedures and inform them that a Participant has advised ASX Clear of an error in relation to the exercise or non-exercise of the affected Options CCP Contract and ask them if they are prepared to address the error, and may provide the details of the requesting Participant to the counterparty Participant and the details of the counterparty Participant to the requesting Participant, in the circumstances and manner set out in the Procedures.

Notwithstanding anything contained in this Rule 20.6.1, a requesting Participant does not have a right to have a Participant exercise error addressed and ASX Clear and counterparty Participants are under no obligation to address the error.

Introduced 02/02/15

20.6.2 ASX Clear assistance to give effect to action agreed by Participants to address Participant exercise error on date other than Expiry Date

Where the Participant exercise error relates to a non-exercise or an exercise of an Options CCP Contract on a date other than the Expiry Date for that Options CCP Contract, ASX Clear may also provide assistance as specified in the Procedures to give effect to action agreed to by the requesting Participant and counterparty Participant to address the Participant exercise error.

Where as part of that assistance:

- (a) ASX Clear reinstates the registration of an affected Options CCP Contract which had been discharged and its registration cancelled under Rule 20.3.2, such reinstatement represents a new Options CCP Contract on the same terms as the affected Options CCP Contract arising between:
 - (i) ASX Clear and the Buyer, registered in the same Account in which the affected Options CCP Contract as Buyer was previously registered; and
 - (ii) ASX Clear and the Seller, registered in the same Account in which the affected Options CCP Contract as Seller was previously registered,

with the new Options CCP Contract to be treated in the same way as the affected Options CCP Contract, including ASX Clear and the respective Participant as Buyer and ASX Clear and the respective Participant as Seller, having the same rights and obligations as applied in respect of the affected Options CCP Contract which had been discharged; or

- (b) ASX Clear facilitates the reporting to the relevant Underlying Market of the Cash Market Transaction that has arisen from the exercise of the Options CCP

Contract, this reporting reflects the agreement that has arisen between the Buyer and Seller of the affected Options CCP Contract to buy and sell the relevant Underlying Financial Product in the same manner as contemplated in Rule 20.3.2, and the Buyer and the Seller (or the General Participant who becomes responsible for the Buyer or Seller with whom they have a Clearing Agreement) must perform the Clearing Obligations associated with those Cash CCP Transactions in the same manner as contemplated in Rule 20.3.5.

Without limitation to paragraphs (a) or (b) above, any steps taken by ASX Clear under this Rule 20.6.2 are binding on the requesting Participant and counterparty Participant.

Introduced 02/02/15

20.6.3 ASX Clear not liable for assistance provided to address Participant exercise error

Without limiting Rule 1.10, ASX Clear accepts no liability for any assistance provided by ASX Clear under Rule 20.6.2 to give effect to the action agreed to by the requesting Participant and counterparty Participant to address the Participant exercise error.

Introduced 02/02/15

20.6.4 Requesting Participant to indemnify ASX Clear where ASX Clear provides assistance to address Participant exercise error

The requesting Participant indemnifies and will keep indemnified ASX Clear against all actions, proceedings, claims, demands, damages, costs, expenses and any other amounts against or incurred by ASX Clear arising out of or in connection with any steps taken by ASX Clear under Rule 20.6.2 to give effect to action agreed to by the requesting Participant and counterparty Participant to address the Participant exercise error.

Introduced 02/02/15

20.7 ERRORS BY ASX CLEAR

20.7.1 ASX Clear may take action to correct error

If ASX Clear becomes aware at any time that it has made an error in connection with the exercise, allocation of Exercise Notices or settlement of Derivatives CCP Contracts under this Rule 20, ASX Clear may decide to take any action to correct the error or the consequences of the error (including if the registration of an Options CCP Contract had been cancelled under Rule 20.1.2) which it considers appropriate having regard to Rule 1.15. ASX Clear may take action under this Rule 20.7.1 irrespective of whether its error was caused or contributed to by any other person.

ASX Clear will notify in the manner specified in the Procedures each Participant affected by the error. Participants will take any action necessary to give effect to a decision taken by ASX Clear and notified to the Participant in the manner specified in the Procedures.

Introduced 02/02/15

20.7.2 Decisions final and binding

The correction of an error, and any decision or action by ASX Clear under this Rule 20.7, is final and binding on the Participants affected by the decision.

Introduced 02/02/15

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