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AMENDMENTS TO CONTRACT SPECIFICATIONS FOR INTRA-DAY OPTIONS ON 3 YEAR AND 10 YEAR TREASURY BOND FUTURES

SFE Corporation Limited issued Bulletin 019/02 on 20 February 2002, requesting Participants and Vendors to ensure that their front and back-office systems and procedures are operationally ready for the launch of Intra-Day Options products early in the second quarter 2002.

Following the issue of Bulletin 019/02, further market consultation has been conducted. As a result, changes to the trading hours and sample settlement price period have been made, however, these changes are subject to regulatory approval. The revised contract specifications for Intra-Day Options on the 3 Year and 10 Year Treasury Bond futures contracts are attached.

Under the revised trading hours the Intra-Day Options contracts will open at 8.30am and **close at 4.10pm**. The Intra-Day Options expiry prices will be determined as the weighted average of trade prices in the underlying contract **sampled between 4.15pm and 4.25pm** on the same trading day. SFE will release the expiry settlement price after 4.25pm and will endeavour to provide the maximum possible timeframe before 4.30pm for Participants to trade out of any positions generated through exercise. All Intra-Day Options positions will be **exercised and abandoned at 5.15pm**. All other details contained in Bulletin 019/02 remain unchanged.

Should you have any queries in relation to these changes please contact the following:

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A handwritten signature in black ink, appearing to read 'Peter Hiom', written in a cursive style.

Peter Hiom
General Manager, Strategy and Business Development

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INTRA-DAY OPTIONS ON 3 YEAR COMMONWEALTH TREASURY BOND FUTURES

Contract Unit:	One A\$100,000 face value, 6% coupon, 3 Year Treasury Bond Futures contract for a specified contract month on the Sydney Futures Exchange Limited.
Contract Months:	Put and call options available on futures contracts for the nearest quarter month ahead.
Commodity Code:	YD
Minimum Price Move:	Quoted in yield per cent per annum in multiples of 0.005 per cent.
Exercise Prices:	Set at intervals of 0.01 per cent per annum yield. Nine option exercise prices are available for trading with additional strike prices listed at the discretion of the Trading Manager or the Chief Executive of SFE.
Contract Expiry:	At 4.10pm in the SYCOM® session in which the contract was listed for trading.
Last Day of Trading:	The business day prior to the last day of trading in the underlying futures contract. On the last day of trading of the underlying futures contract put and call options will be listed on the next quarter month.
Trading Hours:	8.30am – 4.10pm
Settlement Method:	All options, which are in-the-money, are automatically exercised. Exercise of an option results in the holder receiving a futures position at the options strike price. The settlement price is the weighted average of trade prices executed in the underlying futures contract between 4.15pm and 4.25pm. Calculation of the settlement price is to three decimal places and rounded to two decimal places. When the third decimal place is five or above, the weighted average of trade prices is rounded up to the next highest decimal place.

INTRA-DAY OPTIONS ON 10 YEAR COMMONWEALTH TREASURY BOND FUTURES

Contract Unit:	One A\$100,000 face value, 6% coupon, 10 Year Treasury Bond Futures contract for a specified contract month on the Sydney Futures Exchange Limited.
Contract Months:	Put and call options available on futures contracts for the nearest quarter month ahead.
Commodity Code:	XD
Minimum Price Move:	Quoted in yield per cent per annum in multiples of 0.005 per cent.
Exercise Prices:	Set at intervals of 0.01 per cent per annum yield. Nine option exercise prices are available for trading with additional strike prices listed at the discretion of the Trading Manager or the Chief Executive of SFE.
Contract Expiry:	At 4.10pm in the SYCOM® session in which the contract was listed for trading.
Last Day of Trading:	The business day prior to the last day of trading in the underlying futures contract. On the last day of trading of the underlying futures contract put and call options will be listed on the next quarter month.
Trading Hours:	8.30am – 4.10pm
Settlement Method:	All options, which are in-the-money, are automatically exercised. Exercise of an option results in the holder receiving a futures position at the options strike price. The settlement price is the weighted average of trade prices executed in the underlying futures contract between 4.15pm and 4.25pm. Calculation of the settlement price is to four decimal places and rounded to the nearest multiple of 0.005 per cent. When rounding, if the third and fourth decimal places are two and five or seven and five respectively, the weighted average of trade prices is rounded up to the next highest multiple of 0.005 per cent.