



**SFE Bulletin No:** 61/04

**From:** SFE Corporation Limited ABN 74 000 299 392

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## CHANGES TO MARKET STRUCTURE FOR SFE EQUITY DERIVATIVE PRODUCTS

Recently, SFE invited market feedback on a range of issues relating to the market dynamics for SFE Equity Products. SFE has now completed analysis of this feedback. In light of the feedback and giving due consideration to the views of market participants, a number of changes will be implemented as follows:

1. Application of Rule 3.3 (Pre-Negotiated Business Orders) **effective 19 October 2004** to
  - a. SFE SPI 200<sup>TM</sup> options (prescribed time period is 10 seconds);
  - b. SFE SPI 200<sup>TM</sup> Intra-Day Options (prescribed time period is 10 seconds) **due to be listed on 19 October 2004**; and
  - c. SFE SPI 200<sup>TM</sup> Custom Market Futures/Options (prescribed time period is 30 seconds)A minimum volume threshold is not applicable.
2. Implementation of anonymous trading in all SFE Equity Products **due first half of 2005**.

**Implementation of Rule 3.3 for SFE SPI 200<sup>TM</sup> Options, Custom Market Futures/Options and SFE SPI 200<sup>TM</sup> Intra-Day Options is effective 19 October 2004.**

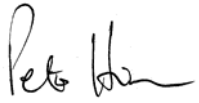
### Further information

Determinations relating to the Prescribed Time Period for SFE SPI 200<sup>TM</sup> Options and SFE SPI 200<sup>TM</sup> Intra-Day Options in respect of the Rule 3.3 (Pre-Negotiated Business Orders) can be found in Appendix One.

Any questions regarding the application of Rule 3.3 for SFE SPI 200<sup>TM</sup> Options and SFE SPI 200<sup>TM</sup> Intra-Day Options should be directed to Bronwyn Hill, Manager Compliance & Surveillance on +612 9256 0699 or [bhill@sfe.com.au](mailto:bhill@sfe.com.au).

Should you have any queries regarding the introduction of the SFE SPI 200<sup>TM</sup> Intra-Day Options, please contact:

Business Development – David Cambridge on +612 9256-0493 or [dcambridge@sfe.com.au](mailto:dcambridge@sfe.com.au).  
Business Operations – Business Operations Help Desk on +612 9256 0677 or [sycom@sfe.com.au](mailto:sycom@sfe.com.au)

A handwritten signature in black ink, appearing to read "Peter Hiom". The signature is fluid and cursive, with a prominent initial "P" and a long, sweeping underline.

Peter Hiom  
**General Manager, Business Development**



EQUITY PRODUCTS	NZSX 15 INDEX CONTRACT ("THE ZIF")	NZFOX EQUITY OPTIONS CONTRACT	SFE SPI 200™ INDEX CONTRACT
<b>PRESCRIBED TIME PERIOD:</b>			
<i>Futures</i>	30 seconds	Not Available	Not Available
<i>Quarterly Options</i>	Not Available	30 Seconds	10 Seconds
<i>Serial Options</i>	Not Available	Not Available	10 Seconds
<i>Intra-Day Options</i>	Not Available	Not Available	10 Seconds
<i>Overnight Options</i>	Not Available	Not Available	Not Available
<i>Custom Market Strategies *</i>	1 Minute	1 Minute	30 Seconds
<i>Minimum Volume Threshold</i>	Not Applicable	Not Applicable	Not Applicable

COMMODITIES	MLA/SFE CATTLE CONTRACT	SFE WOOL CONTRACT	D-CYPHA SFE AUSTRALIAN ELECTRICITY CONTRACT	NZ BROAD WOOL CONTRACT
<b>PRESCRIBED TIME PERIOD:</b>				
<i>Futures</i>	2 minutes	2 minutes	5 minutes	2 minutes
<i>Quarterly Options</i>	Not Available	2 minutes	5 minutes	Not Available
<i>Serial Options</i>	Not Available	2 minutes	Not Available	Not Available
<i>Intra-Day Options</i>	Not Available	Not Available	Not Available	Not Available
<i>Overnight Options</i>	Not Available	Not Available	Not Available	Not Available
<i>Custom Market Strategies*</i>	2 minutes	2 minutes	5 minutes	2 minutes
<i>Minimum Volume Threshold</i>	Not Applicable	Not Applicable	Not Applicable	Not Applicable

\* Custom Market Strategies ONLY relating to contracts prescribed for Pre-Negotiated Business Orders.

- Participant must have in writing, authorisation from its Client(s) allowing it pre-negotiate business on each clients behalf; and
- once prescribed time period has elapsed, the orders must be entered immediately – currently deemed by the Exchange to be no longer than **60 seconds**.

This is an extract from the Sydney Futures Exchange Procedures, Determinations and Practice Notes Document, which can be found on SFE's web site.