



SFE Clearing Bulletin No: 38/03

From: SFE Clearing Corporation Pty Ltd ABN 91 050 615 864

Date of Issue: 9 October 2003

Effective Date: 14th October 2003

SFECC INITIAL MARGIN RATES & SPAN PARAMETERS

The SFE Clearing Corporation has reviewed the price volatility of all SFE listed contracts and has approved the following changes to its Equity, Interest rate and Agricultural contracts:

Equity Contracts

Contract	Price Scanning Range	Inter Month	Volatility Scanning Range
SPI [®] ™ 200 (AP)	Decrease from \$2250 to \$1750	Decrease from \$225 to \$175	Decrease from 3.5% to 2.5%

Interest Rate Contracts

Contract	Price Scanning Range	Inter Month	Volatility Scanning Range
3yr Government Bond (YT)	Decrease from \$900 to \$750	Decrease from \$150 to \$125	Decrease from 0.90% to 0.50%
3yr Interest Rate Swap (YS)	Decrease From \$950 to \$800	Decrease from \$150 to \$125	N/A

Agricultural Contracts

Contract	Price Scanning Range	Inter Month
Greasy Wool (GW)	Decrease from \$1400 to \$1300	No Change
Fine Wool (FW)	Decrease from \$1600 to \$1400	No Change
Broad Wool (BW)	Decrease from \$1300 to \$1200	No Change

Inter Commodity Concessions

Commodity Offset	Current Commodity Concession	Recommended Concession Rate
Greasy Wool v Broad Wool	50%	70% (Increase)
Greasy Wool v Fine Wool	50%	75% (Increase)
Broad Wool v Fine Wool	50%	75% (Increase)

S F E B U L L E T I N C O N T I N U E D

The revised SPAN parameters will be effective for open contracts as at close of business **Monday, 13th October 2003** impacting on margin calls made on **Tuesday, 14th October 2003**.

SFE Initial Margin and SPAN Parameters rates are available on Reuter's pages **SFE/SPAN** and **SFE/SPREAD** and the SFE Website, under [www.sfe.com.au/SFE_clearing/Operations/SFE initial margin rates](http://www.sfe.com.au/SFE_clearing/Operations/SFE_initial_margin_rates)

If you have any queries in respect to these or any other SPAN parameters, please contact the Risk Management Department on 9256 0417 or 9256 0548.



Shane Roberts
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