



SFE NOTICE NO.

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## Open Interest – Market Information Update

It has come to the attention of Futures Compliance & Surveillance that one or more Participants have not been following the Best Practice outlined in the Practice Note attached to Operating Rule 46.5 of SFE Clearing, regarding Daily Close-Outs of Matched Positions (including Back-to-Back Open Positions).

In this regard, the Participant with the greatest differential from these principles has been identified and has confirmed that they will close out the majority of their back-to-back holdings today. Expect Open Interest in major contracts, such as 90-Day Bank Bill Contracts, Commonwealth Government Bond Contracts and the SFE SPI200™ Index Contracts – including contracts expiring this month – to reduce heavily at today's close. This reduction will be independent of any true change in market depth, and the Exchange reiterates that Open Interest should not be used by traders as an absolute measure of liquidity in contracts.

Should you have any queries relating to this matter, please call Nick Gaut, Senior Market Analyst, Futures Compliance & Surveillance on (02) 9227-0226 or contact him by e-mail at [ngaut@sfe.com.au](mailto:ngaut@sfe.com.au).

A handwritten signature in black ink, appearing to read 'R. Coaldrake', is written in a cursive style.

Robert Coaldrake  
General Manager, Futures Supervision & Prudential Risk

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