



SFE NOTICE NO.

170/07

Date of Issue: 7 December 2007
 Effective Date: 10 December 2007

SFE Operational Policies

The following changes to the SFE Operational Policies are effective from 10 December 2007.

Electricity Market Policy

Determinations have been made to increase the minimum volume threshold for Block Trades to 15 lots and allow pre-negotiation of orders in all d-cypha SFE Electricity products.

Other changes include:

- Changes to the Daily Settlement Price (DSP) methodology so that the DSP is derived from the most competitive bid, offer or last trade and not the mid-point of a pre-determined maximum bid offer spread.
- A change to the Trade Notification methodology for Block Trades so to better distinguish between the 'leg prices' of different Block Trades.
- A prescribed algorithm to calculate the prices to be allocated to quarterly futures contracts resulting from trades in Strip Products

For full details please reference the SFE Operational Policies.

SFE Error Resolution Policy

As a result of increased volatility in the SPI Futures contract and to align all Debt Futures contracts to the same ERP ranges the following changes have been made to individual product No Cancellation Ranges (NCR's) and Qualifying Error Ranges (QER's) and will be effective immediately.

The functioning of the SFE Error Resolution Policy remains unchanged.

Futures Contracts	NCR	QER (Lower Limit)	QER (Upper Limit)	Start of MIR
Australian 3 Year Treasury Bond	5.0 Basis Points	5.5 Basis Points	49.5 Basis Points	50.0 Basis Points
Australian 10 Year Treasury Bond	5.0 Basis Points	5.5 Basis Points	49.5 Basis Points	50.0 Basis Points
NZ 30 Day Official Cash Rate	5.0 Basis Points	5.5 Basis Points	49.5 Basis Points	50.0 Basis Points
NZ 90 Day Bank Bills	5.0 Basis Points	6.0 Basis Points	49.0 Basis Points	50.0 Basis Points
NZ 3 Year Government Bond	5.0 Basis Points	6.0 Basis Points	49.0 Basis Points	50.0 Basis Points
NZ 10 Year Government Bond	5.0 Basis Points	6.0 Basis Points	49.0 Basis Points	50.0 Basis Points
AUS / US 10 Year Bond Spread	5.0 Basis Points	5.5 Basis Points	49.5 Basis Points	50.0 Basis Points
SFE SPI 200	25.0 Index Points	26.0 Index Points	249.0 Index Points	250.0 Index Points
NZSX 15 Index	25.0 Index Points	26.0 Index Points	249.0 Index Points	250.0 Index Points



CFD Market Availability

All available ASX CFD's, consistent with SFE Futures, will close at mid-night on US Public Holidays observed by the US financial markets.

In the event of a technical disruption to ASX markets ASX Equity CFD products will be halted.

For full details please view the updated SFE Operational Policies using the link below.

http://www.asx.com.au/supervision/pdf/sfe_operating_rules/sfe_operational_policies.pdf

Should you have any queries please contact the undersigned the SFE Service Desk on +61 2 9256 0677 or service.desk@asx.com.au

A handwritten signature in black ink that reads 'David Raper'.

David Raper
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