

# ASX Centre Point<sup>®</sup> Block



Launching in June 2012, ASX Centre Point Block will introduce a centralised Block matching service that combines the liquidity of all market participants. Greater volume discovery is supported via instantaneously executable Block orders.

### Centralised Block matching service available to all ASX Participants

Minimise order routing and liquidity search costs, time & effort.

### Control your fill size and minimise information leakage

Centre Point Block supports user-defined Minimum Acceptable Quantity (MAQ) level for execution. The MAQ allows users to balance the level of interaction between ordinary flow and Block-sized liquidity to achieve their desired trading outcomes.

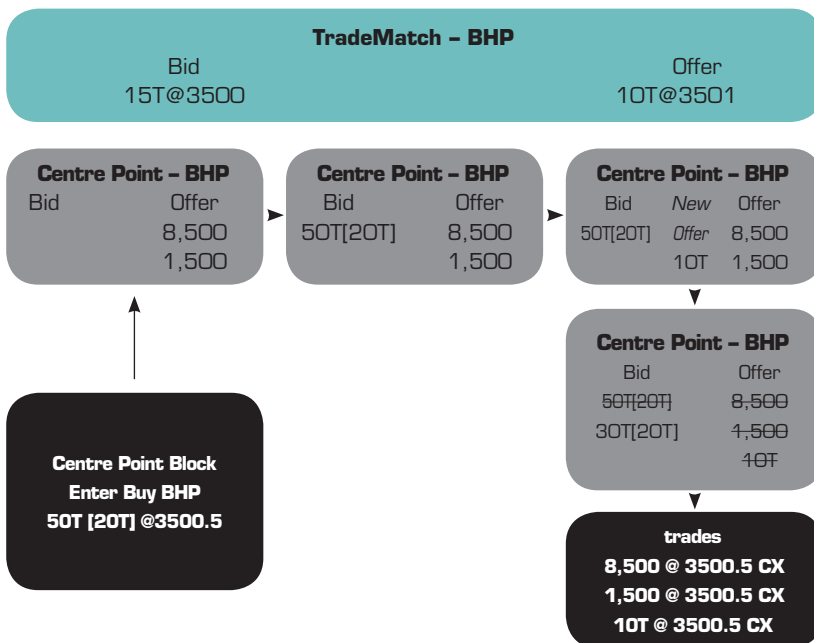
### Transparent matching logic designed to maximise fill rates

Centre Point Block utilises functionality to support matching against multiple standard Centre Point orders to leverage liquidity in Centre Point and maximise fill rates.

### Anonymous matching of firm orders

All Centre Point Block orders are completely anonymous and executable at the prevailing midpoint of the best bid and offer in TradeMatch. Centre Point Block orders are matched according to Time / MAQ priority.

### Trading Example



The following orders exist in TradeMatch and Centre Point for BHP.

A user enters a Centre Point Block order to buy 50T BHP shares with a 20T MAQ and a Limit price of 3500.5. The order cannot match with the two existing sell orders because there is not enough volume on the offer to satisfy the 20T MAQ condition. The order rests.

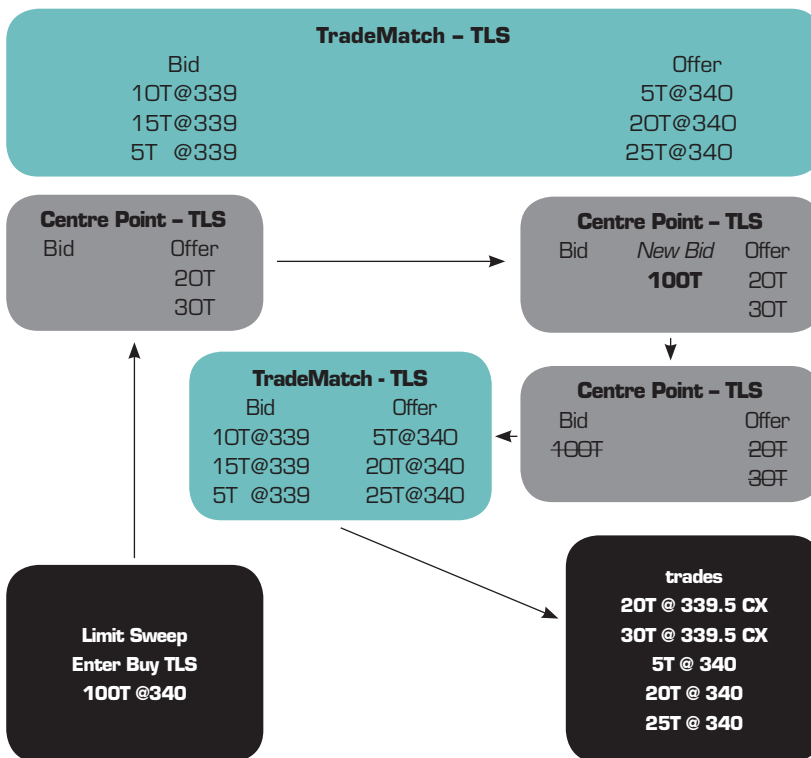
Another user enters a 10T Centre Point sell order. The aggregate volume on the offer has increased to 20T, which is enough to satisfy the MAQ of the Centre Point Block buy order. The orders match resulting in 3 trades for 20T BHP shares. The unfilled portion of the Centre Point Block remains in order book resulting in a bid of 30T with an MAQ of 20T.

## ASX Centre Point®

Centre Point® offers anonymous execution at the prevailing midpoint of the best bid and offer in TradeMatch. It is designed with inbuilt functionality that supports:

- Entry of an optional limit price which ensures the order will not trade at a worse price
- The limit price can be entered at any full or half tick
- Low latency sweep functionality through Limit Sweep and Market to Limit Sweep
- Sweep functionality interacts with both Centre Point and TradeMatch to secure the best price including all price improvement available in Centre Point. Any unfilled volume will rest in TradeMatch
- Centre Point Orders match anonymously thereby reducing market impact costs
- Centre Point orders are queued in Time Priority only

## Trading Example



The following orders exist in TradeMatch and Centre Point for TLS.

A user enters a Limit Sweep to buy 100T TLS shares at a Limit price of 340. Sweep functionality attempts to match with Centre Point orders before executing in TradeMatch.

The 100T order matches with the two Centre Point sell orders at 339.5.

The remaining 50T is converted to a Limit Order with a Limit price of 340 and matches with the displayed sell orders in TradeMatch.

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