



**ASX**

AUSTRALIAN SECURITIES EXCHANGE

# ASX OPERATING RULES PROCEDURES

ASX Limited  
ABN 98 008 624 691  
Exchange Centre  
20 Bridge Street  
Sydney NSW 2000 Australia

## 1. Access to the Market

### Admission of Market Participants

#### Procedure 1000(a)

The application form which must be completed by an applicant to be a Market Participant is that form determined by ASX from time to time which is available on the following link or on request from ASX.

[add link to website]

#### Procedure 1000(d)

In order to satisfy ASX that it is of high business integrity an applicant must provide the following information to ASX in relation to the applicant and each director of the applicant (with respect to both Australia and all other foreign jurisdictions):

- (a) any previous bankruptcy, insolvency, receivership, administration, or similar event;
- (b) any charges or convictions for any offences relating to dishonesty, fraud, financial markets-related conduct, or money laundering;
- (c) any fines, banning, suspension or other disciplinary measures for financial markets-related conduct;
- (d) any disciplinary action or adverse mention in a report made by, or at the request of, any government or governmental authority or agency, the Commission, ASX, an Approved Clearing Facility, an Approved Settlement Facility, and any other exchange, market operator or clearing and/or settlement facility;
- (e) any refusal of membership or revocation of membership of any financial markets-related, legal or accounting professional organisation or body;
- (f) any refusal of an application for Market Participant status (or equivalent status) on another exchange or market operator (with consent provided by the applicant for ASX to obtain details from the relevant exchange or market operator); and
- (g) consent for ASX to obtain information on the credit worthiness of the applicant.

#### Procedure 1000(e)

In order to satisfy ASX that it has the organisational competencies which are adequate for the performance of its obligations as a Market Participant under these Rules an applicant (other than an applicant as a Principal Trader only) must provide to ASX:

- (a) a certification in the form prescribed by ASX from time to time (and signed by the directors and senior executive responsible for the compliance function of the applicant) that the applicant has developed processes and procedures that are reasonably designed and that when implemented will function, so as to achieve compliance by the applicant with the Rules. In providing this certification to ASX the applicant must be able to demonstrate to the satisfaction of ASX, at anytime, the basis on which the certification is provided, including the following:
  - (i) the applicant has the necessary regulatory approvals to trade on ASX, and that the applicant's AFSL (or other regulatory approval) enables it to trade the Products that it intends to trade on ASX;
  - (ii) the applicant is aware of and understands the obligations contained in the Rules;
  - (iii) the applicant has a compliance program designed in accordance with the Australian Standard AS3806:2006 Compliance Programs to

- regularly assess and monitor its performance against the Rules, readily identify issues and provide continual improvements to its compliance program as required;
- (iv) the applicant has, at an organisational level, determined the resource competencies (be they human or systems) required for the adequate performance of its obligations as a Market Participant and that the applicant has a program that monitors performance against these competencies;
  - (v) the applicant has an initial and ongoing training program on the Rules (and any associated changes) for its Employees involved in its business as a Market Participant;
  - (vi) the applicant has awareness, understanding and can evidence its infrastructure arrangements and infrastructure change management processes (including comprehensive testing programs) specific to its access to the Trading Platform and its business as a Market Participant;
  - (vii) the applicant has appropriate security and access arrangements, controls and monitoring programs relating to its infrastructure arrangements specific to access its Open Interface to the ASX;
  - (viii) the applicant has processes in place to ensure it can, provide evidence and produce supporting documentation relevant to the design, implementation and functioning of its compliance program; and
- (b) details of any service agreements, if the applicant is outsourcing functions to a third party which are material to the applicant's compliance with the Rules; and
  - (c) a statement by the directors of the applicant confirming that the applicant satisfies ASIC Market Integrity Rule 2.1.

In order to satisfy ASX that it has the organisational competencies which are adequate for the performance of its obligations as a Market Participant under these Rules an applicant as a Principal Trader only must provide to ASX:

- (a) a certification in the form prescribed by ASX from time to time (and signed by the directors and senior executive responsible for the compliance function of the applicant) that:
  - (i) the applicant or at least one director of the applicant is a Professional Investor or Sophisticated Investor (as defined in the Corporations Act 2001); and
  - (ii) the applicant is aware of and understands the obligations contained in the Rules.
- (b) proof that at least one director of the applicant:
  - (i) possesses a minimum of five (5) years experience in a senior trading role, trading on ASX or a recognised exchange; or
  - (ii) is currently actively trading on a recognised exchange in the capacity of Principal Trader (or equivalent status); and
- (c) details of any service agreements, if the applicant is outsourcing functions to a third party which are material to the applicant's compliance with the Rules; and
- (d) a statement by the directors of the applicant confirming that the applicant satisfies **ASIC Market Integrity Rule 2.1**.

#### Procedure 1000(f)

In order to satisfy ASX that it has the organisational competencies sufficient to prevent any action or inaction which results in a market for a Product not being both fair and orderly an applicant must demonstrate to the satisfaction of ASX:

- (a) compliance with the technical specifications in the form prescribed by ASX from time to time;
- (b) that the applicant has mechanism(s) for placing, amending and cancelling orders on the Trading Platform; and

- (c) that the applicant has, at all times, a nominated person readily available for ASX to contact with the requisite competency and authority to make decisions as a representative of the Market Participant regarding its trading.

#### Procedure 1000(g)

In order to satisfy ASX that it has the organisational competencies sufficient to prevent any action or inaction which interferes with the operational efficiency or proper functioning of the Trading Platform an applicant must demonstrate to the satisfaction of ASX:

- (a) compliance with the technical specifications in the form prescribed by ASX from time to time;
- (b) that the applicant has arrangements for connectivity to the Trading Platform, including providing details of the location(s) of infrastructure, and details of lines, fibre and networks and that the applicant can evidence a plan of those arrangements to ASX at anytime;
- (c) that the applicant has, at all times, a nominated person readily available for ASX to contact with the requisite competency and authority to make decisions as a representative of the Market Participant regarding its trading; and
- (d) that the applicant has clearing arrangements in place, including connectivity to its Clearing Participant.

#### Procedure 1002

If an applicant is a body corporate incorporated or resident outside Australia:

- (a) ASX must be satisfied that the body corporate (or a Related Body Corporate) currently conducts trading operations which are regulated by a foreign derivatives or securities exchange or foreign regulatory authority acceptable to ASX;
- (b) ASX may require the body corporate (or persons connected with the body corporate) to give an additional undertaking or undertakings governed by Australian law in respect of any matter which ASX considers reasonable including, without limitation, undertakings as to:
  - (i) the amount of resources and number of Employees to be located in Australia or, if operations are principally located outside Australia, any resources, disclosure or arrangements (including in relation to ASX of information) that are of the kind required by the Commission in respect of foreign providers of financial services to the maintenance of a fair and orderly market;
  - (ii) access by ASX to records required to be kept by the body corporate under these Rules;
  - (iii) foreign taxes that might be payable; and
  - (vi) the law governing the applicant's activities under the Rules and the applicant's submission to jurisdiction;
- (c) ASX may require the body corporate to provide a legal opinion, from independent lawyers acceptable to ASX, and paid for by the applicant, which deals with matters required by ASX and which is acceptable to ASX; and
- (d) ASX may require a performance bond in the form and substance acceptable to ASX.

## **Trading**

### **Trading Platform**

## Procedure 1120

At this time there are no specific requirements for Trading Permission in respect of one or more parts of the Trading Platform (other than those for the VolumeMatch Book in Procedure [1121]).

## Procedure 1121

Subject to the exceptions set out below, to obtain a Trading Permission for the VolumeMatch Book a Trading Participant must:

- (a) provide to ASX certification from an appropriately qualified independent person in the form set out in the Appendix [1121](a) concerning compliance by the Trading Participant with Rule [4206]; and
- (b) provide any other information about compliance by the Trading Participant with Rule [4206] which ASX requests.

The exceptions are as follows:

- (c) A Trading Participant that conducts Non-Client only activity may receive access to the VolumeMatch Book without needing to provide to ASX certification concerning their compliance with Rule [4206].
- (d) A Trading Participant that conducts client and Non-Client activity, and who wishes to conduct Non-Client VolumeMatch Book activity only, may receive Non-Client only access to the VolumeMatch Book provided they attest to ASX that they will conduct only Non-Client VolumeMatch Book activity.
- (e) A Trading Participant that conducts no Non-Client activity may receive access to the VolumeMatch Book provided they attest to ASX that they conduct no Non-Client activity.

Note: ASX considers that a Trading Participant's manifest trade errors, for which there is a clear audit trail, which are booked in or out of a Trading Participant's own account, do not disqualify or prevent that Trading Participant from being able to attest that they conduct no Non-Client activity.

Refer to Appendix [1121] for the required attestation forms.

For the purpose of Procedure [1121](a) an appropriately qualified independent person is a suitably qualified person from:

- (f) for an Australian Participant: any member firm of The Institute of Chartered Accountants in Australia (ICAA); or
- (g) for a Participant who is a body corporate incorporated or resident outside Australia: an institution of accountants equivalent to ICAA in the Participant's home jurisdiction.

The ASX VolumeMatch Certification Framework and ASX VolumeMatch Certification Test Procedures will be notified to the market and published on [www.asx.com.au/professionals/asx\\_trade/index.htm](http://www.asx.com.au/professionals/asx_trade/index.htm).

## **Capacity**

### Procedure 1130

Nothing prescribed

## **Client Access**

## Procedure 1140

To obtain a Trading Permission for Type 1 Client Access a Trading Participant must satisfy, and continue to satisfy, the requirements in the ASIC Market Integrity Rules in relation to Automated Client Order Processing:

### **Ongoing requirements**

#### Procedure 1400(e)

A Market Participant must notify ASX of the following matters:

1. *Change of name or address*

A Market Participant must notify ASX in writing of the following changes before they become effective:

- (a) any change to the Market Participant's name, or any name under which the Market Participant carries on business; or
- (b) any change to any address at which the Market Participant carries on business.

The notice must include full details of the change.

2. *Change of Directors, licence or authorisation and other details*

A Market Participant must notify ASX in writing:

- (a) no later than the date of the proposed appointment of a new director; and
- (b) immediately if:
  - (i) any director is removed or resigns;
  - (ii) there is any change to a licence or other authorisation which authorises the Market Participant to carry on its activities as a Market Participant;
  - (iii) there is any other material change in information concerning the Market Participant's business from that previously provided to ASX.

The notice must include full details of the change.

3. *Regulatory action*

If a Market Participant is informed by the Commission or its delegates (or any other person authorised under the Corporations Act), an exchange, a market operator, a clearing and/or settlement facility or a regulatory body that action is being or may be taken by it against the Market Participant or any of its Employees, its delegates or an authorised person under the Corporations Act, the Market Participant must notify ASX in writing on or before the next Business Day of full details of that information.

4. *Notification of amount and period of compensation cover*

Market Participants must, where the Market Participant acts for any person other than itself or a Related Body Corporate, give ASX via ASX Compliance Monitor within 5 Business Days:

- (a) a copy of the certificate of insurance following the issue of a new professional indemnity (or equivalent) insurance policy or the renewal of an existing professional indemnity (or equivalent) insurance policy for which the Market Participant is an insured; or

- (b) details of the Market Participant's compensation arrangements (other than professional indemnity insurance (or equivalent) of which the Market Participant is the beneficiary which satisfies the compensation requirements of its Australian Financial Services Licence or equivalent licence requirements in a foreign jurisdiction; and
- (c) if the Market Participant's compensation arrangements change, details of the new compensation arrangements.

5. *Notification of claims*

Market Participants must notify ASX via ASX Compliance Monitor within 5 Business Days of:

- (a) any notification to its professional indemnity (or equivalent) insurer of any claim, potential claim or circumstance that might give rise to a claim; or
- (b) if a Market Participant has alternative compensation arrangements notified to ASX under (e) or (f) above, any claim or circumstance of which it becomes aware that may result in the Market Participant seeking compensation under those arrangements.

6. *Provision of further information*

Market Participants must provide ASX with further information which ASX reasonably requests in relation to any insurance policy, compensation arrangement or actual or potential claim or circumstance notified to ASX under (g) or (h) above.

7. *Change in financial year end or auditor*

Market Participants must notify ASX of:

- (a) any changes to a Market Participant's financial year end, within 5 Business Days of the change taking effect; and
- (b) the appointment, removal or resignation of an auditor, no more than 5 Business Days after the event.

8. *Self Reporting*

Note: Market Participants should also refer to Procedure 5000 for self reporting requirements.

Procedure 1401(a)

A Trading Participant must have the resources and competencies specified in the Procedure to Rule [1000](g).

Procedure 1401(b)

A Trading Participant must have arrangements to determine:

- (a) the order that corresponds to a Trading Message;
- (b) the Open Interface Device of the Trading Participant through which the Trading Message was submitted; and

- (c) whether the Trading Message was submitted on the Trading Participant's own account or for a client.

#### Procedure 1401(d)

A Trading Participant must maintain, for a period of seven years, records of the matters referred to in Procedure [1401](b).

#### Procedure 1402

Subject to the exceptions set out below:

- (a) A Trading Participant must provide to ASX an annual certification from an appropriately qualified independent person in the form and by the time set out below concerning compliance by the Trading Participant with Rule [4206].
- (b) If requested by ASX at any time, a Trading Participant must provide a further certification in a form acceptable to ASX as set out below from an appropriately qualified independent person acceptable to ASX as to compliance by the Trading Participant with Rule [4206].

The exceptions are, for the purpose of this Procedure [1402], any Trading Participant given access to the VolumeMatch Book without having to achieve certification does not need to provide annual or further certification of their VolumeMatch Book activity.

For the purpose of this Procedure [1402] an appropriately qualified independent person is a suitably qualified person from:

- (i) for an Australian Participant: any member firm of The Institute of Chartered Accountants in Australia (ICAA); or
- (ii) for a Participant who is a body corporate incorporated or resident outside Australia: an institution of accountants equivalent to ICAA in the Participant's home jurisdiction.

For the purpose of Procedure [1402], the time is 31 July each year; unless a certification under Procedure [1121] or [1402](b) has otherwise been provided between 1 April and 31 July of that year. In which case further certification in accordance with Procedure [1402](a) will not be required for that year.

For the purpose of Procedure [1402](a) refer to Appendix [1402](a) for the required form.

For the purpose of Procedure [1402](b) refer to Appendix [1402](b) for the required form.

The ASX VolumeMatch Certification Framework and ASX VolumeMatch Certification Test Procedures will be notified to the market and published on [www.asx.com.au/professionals/asx\\_trade/index.htm](http://www.asx.com.au/professionals/asx_trade/index.htm).



## 2. Products

### Cash Market Products

#### Quotation

##### Procedure 2110

ASX will adjust the basis of quotation for Cash Market Products to reflect corporate actions upon the instruments and advise the market of such changes on the morning of the day that the corporate action takes effect or as soon as relevant information is available thereafter. These adjustments will be made visible to the market through the Trading Platform.

##### Procedure 2111

The following circumstances are exceptions to Rule [2111].

##### *Exception if market for dealing is established*

A Trading Participant may deal on a Trading Platform in a Cash Market Product on a basis different to the existing quotation if a market for such dealing is established in accordance with the following process:

- (a) a Trading Participant has advised Market Control of the proposal to deal on a different basis of quotation or ASX has advised Market Control of the proposal to allow dealing on a different basis of quotation and Market Control has then caused an announcement to be made to Trading Participants of the different basis of quotation in the Trading Platform and over the National Voiceline System;
- (b) dealing on the different basis of quotation will not commence until the expiry of a period of Pre-Open Session State which is at least 15 minutes after the announcement in paragraph (a) has been made; and
- (c) trading on the different basis of quotation will only be permitted on the Trading Day on which the different basis of quotation was announced in accordance with paragraph (a).

For the avoidance of doubt, where the Trading Participant has advised Market Control of the proposal to deal on a different basis of quotation, an announcement by Market Control under paragraph (a) above is at the discretion of Market Control.

##### *Exception for Special Crossings*

A Trading Participant may effect a Special Crossing in Cash Market Products in accordance with Rule [4810] on a basis different to the existing basis of quotation provided the Trading Participant reports that different basis of quotation in a Trading Platform.

#### Adjustments

##### Procedure 2230

For the purpose of Rule [2230], the adjustments that will generally apply in certain circumstances are set out in Appendix [2230].

### Orders for Option Market Contracts from Eligible Broker-Dealers and Eligible Institutions in the United States

#### Procedure 2240

Participants may accept Orders from an Eligible Broker-Dealer or an Eligible Institution for:

- (a) Options Market Contracts over the following Underlying Indices:
  - (i) S&PTM/ASX 50 Share Price Index;
  - (ii) S&PTM/ASX 200 Share Price Index;
  - (iii) S&PTM/ASX 200 Property Trusts Sector Index; and
- (b) Options Market Contracts over Financial Products approved by ASX, with the exception of:
  - (i) Options Market Contracts which are flexible options or low exercise price options; and
  - (ii) Options Market Contracts where the primary exchange providing a market for the underlying Financial Product is an exchange other than the ASX and ASX does not have a market to market information sharing agreement with the primary exchange.

ASX will notify Participants of the details of these Options Market Contracts.

#### Procedure 2241

The Participant must obtain from the Eligible Broker-Dealer or Eligible Institution the written representations in the form set out in Appendix [2241]. The representations should be signed by an appropriate officer of the Eligible Broker-Dealer or Eligible Institution.

## Section 3 Trading Rules

### Orderly Trading

#### Fair and orderly markets

##### Procedure 3101

For the purpose of Rule [3101], unless otherwise determined and notified by ASX the representative referred to in that Rule must be contactable during the following times on a Trading Day:

- (a) For Cash Market Products – from the beginning of Open Session State to the end of the CSPA Session State;
- (b) For Options and Futures – during Open Session State for any of these Products.

#### Technical failure

##### Procedure 3110

###### 1. *Consequences of suspension or restriction of trading for technical failure*

For Cash Market Products and Derivatives Market Contracts, the Trading Platform will be placed in the Pre-Open Session State prior to the re-commencement of normal trading (in Open, or other appropriate, Session State).

ASX will:

- (a) If possible, restore TradeMatch and the Bulletin Board as they appeared prior to the suspension taking effect; and
- (b) notify Trading Participants of the times that the Pre-Open Session State will begin, when normal trading will resume and if applicable whether TradeMatch and the Bulletin Board have been restored.

###### 2. *Resumption of trading following suspension or restriction of trading for technical failure*

Following a suspension or restriction of trading under Rule [3110], ASX will notify Trading Participants of the time at which trading will resume and if it will be possible to restore the Trading Platform to how it appeared prior to the suspension or restriction taking effect.

##### Procedure 3111

A Trading Participant must notify ASX Market Control immediately by telephone if it is unable to transmit or receive Trading Messages.

##### Procedure 3112

- (a) For the purposes of Rule [3112], all Orders (TradeMatch and Bulletin Board) in all Products entered by a Trading Participant assigned for the purpose of conducting market making activities will be automatically cancelled immediately following a test failure described in Procedure [3112](b) in respect of the Open Interface Device.
- (b) The connection between a Trading Platform and each Open Interface Device is tested every 60 seconds. If the test fails 2 consecutive times, communications are taken to have failed for the purposes of Rule [3112].

## **Communications with a Trading Platform**

### Procedure 3120

Steps which may be taken by ASX under Rule [3120] include the following:

- (a) giving instructions or directions to the Trading Participant to prevent or minimise impairment to those communications of Trading Messages with a Trading Platform or the correct processing of those Trading Messages;
- (b) suspending the Trading Permission of the Trading Participant until ASX is satisfied that the ability of the Trading Participant to communicate Trading Messages reliably with a Trading Platform or to correctly process those Trading Messages is or will no longer be impaired; or
- (c) suspending the connection to a Trading Platform of any Open Interface Device of the Trading Participant until ASX is satisfied that the ability of the Trading Participant to communicate Trading Messages reliably with a Trading Platform, or to correctly process those Trading Messages is or will no longer be impaired.

## **Trade errors, Cancellations and Dealing Disputes**

### **Errors**

#### Procedure 3210

The Trading Participant must notify the Manager, Market Control of the alleged Error within 15 minutes following the execution of the relevant Market Transaction.

#### Procedure 3211

The time limit prescribed under Rule [3211](b) is within 3 hours of ASX asking for submission.

#### Procedure 3213

If a Trading Participant becomes aware of any error then they must, unless Rule [3217] applies, contact the Trading Participant with whom the error was made and request the agreement of the Trading Participant to cancel the transaction.

Market Participants may effect cancellation through the Trading Platform provided it is effected by the end of the Trading Day, or (for Cash Market Products) by the end of T+1 at the absolute latest. The cause and agreed outcome must be provided to Market Control in writing within 2 Business Days of cancellation or amendment via the system.

#### Procedure 3215

A formal Error Dispute referral must be lodged by one or more Trading Participants with Market Control through a recorded phone call or email message immediately upon a decision that agreement cannot be reached between Trading Participants. This request must be followed by provision of a written statement to Market Control presenting the details of the disputed transaction and the efforts used to try and achieve agreement (including, where appropriate, any actions taken under Rule [3217]). This statement must be delivered within 15 minutes of lodgement of the Error Dispute referral.

#### Procedure 3217

A request under Rule [3217] must be made within 15 minutes following the execution of the relevant Market Transaction.

## Resolution of Error Disputes, Crossing Disputes and Dealing Disputes

### Procedure 3242

The fee prescribed under Rule [3242] is \$250 GST Exclusive.

## Trading of Cash Market Products

### Suspensions and Trading Halts

#### Procedure 3300

At the termination of the period of suspension, trading in the Cash Market Products which are the subject of the suspension proceeds to Open Session State after a period of Pre-Open Session State.

#### Procedure 3301

Cash Market Products subject to a trading halt will be placed into Pre-Open Session State or Trading Halt Session State (as applicable). However, if the trading halt is imposed after the end of Open Session State, the Traded Products subject to a trading halt will be placed into Pre-Open Session State or Trading Halt Session State (as applicable) the next Trading Day.

A trading halt will end at the earlier of:

- (a) the time announced by ASX that the trading halt will end (and ASX will provide at least ten minutes notice before the end of the trading halt); or
- (b) subject to paragraph (c) below (if applicable), the commencement of Open Session State on the second Trading Day after the day the trading halt is imposed; or
- (c) if the trading halt is imposed after the end of that day's CSPA Session State, the commencement of Open Session State on the third Trading Day after the trading halt is imposed.

When a trading halt ends, the Cash Market Products will be placed in the Session State applying to the relevant sector of the market unless ASX decides otherwise.

### ETF Special Trades

#### Procedure 3310

##### 1. *Trading Participant acting as agent for buyer and seller*

Where a Trading Participant effects an ETF Special Trade in accordance with Rule [3310] and the Trading Participant acts as an agent for both the buyer and seller in the ETF Special Trade, the Trading Participant must:

- (a) Report the ETF Special Trade to the Trading Platform in accordance with paragraph (i), (ii) or (iii) below:
  - (i) if the ETF Special Trade is effected during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the ETF Special Trade to the Trading Platform in conjunction with the condition code ET;
  - (ii) if the ETF Special Trade is effected during the CSPA Session State, the Trading Participant must report the ETF Special Trade to the Trading

- Platform immediately following the CSPA Session State in conjunction with the condition code ET;
- (iii) if the ETF Special Trade is effected during the System Maintenance and Close Session States, the Trading Participant must report the ETF Special Trade to the Trading Platform not later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day) in conjunction with the condition code ET.
- (b) Immediately advise Market Control once execution has taken place, via email, or if that is unavailable, by facsimile, of the following details:
    - (i) the identity of the Trading Participant;
    - (ii) the ETF Security the subject of the ETF Special Trade;
    - (iii) the number of ETF Portfolios traded;
    - (iv) the total ETF Special Trade consideration;
    - (v) for each Security in the ETF Portfolio:
      - (A) the Security identifier;
      - (B) the number of Securities traded;
      - (C) the price of each trade;
      - (D) the consideration of each trade.

## 2. *Trading Participant acting as Principal*

Where a Trading Participant effects an ETF Special Trade in accordance with Rule [3310] and the Trading Participant acts as Principal, the Trading Participant must:

- (a) Immediately notify Market Control upon agreement to issue or redeem into an ETF, via email, or if that is unavailable, by facsimile, of the following details:
  - (i) the identity of the Trading Participant;
  - (ii) the ETF Security the subject of the ETF Special Trade;
  - (iii) the number of ETF Portfolios traded.
- (b) Report the ETF Special Trade to the Trading Platform in conjunction with the condition code ET:
  - (i) not later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day if the trade is effected before 1:00 PM on the previous Trading Day; or
  - (ii) not later than 1:00 PM on the next Trading Day if the trade is effected after 1:00 PM on the previous Trading Day.
- (c) Immediately advise Market Control once execution has taken place, via email, or if that is unavailable, by facsimile, of the following details:
  - (i) the identity of the Trading Participant;
  - (ii) the ETF Security the subject of the ETF Special Trade;
  - (iii) the number of ETF Portfolios traded;
  - (iv) the total ETF Special Trade consideration;
  - (v) for each Security in the ETF Portfolio:
    - (A) the Security identifier;
    - (B) the number of Securities traded;
    - (C) the price of each trade;
    - (D) the consideration of each trade.

## **Transactions outside Trading Hours**

### Procedure 3320

For the purposes of Rule [3320], unless otherwise determined and notified by ASX the period set out is:

- (a) during the Adjust Session State in the following permitted circumstances or otherwise those notified by ASX from time to time:
  - (i) Genuine book squaring – a trade that completes an order received prior to 4:10 PM on the Trading Day;
  - (ii) Hedging trades – trades comprising a bona fide hedge including those involving the hedging of a Derivatives Market Contract transacted under Rule [3431];
  - (iii) Completion of an order that narrowly missed execution in the CSPA Session State;
  - (iv) Error rectification; and
  - (v) Put Throughs – a Crossing that results in the Cash Market Products the subject of the transaction being sold by a nominee that holds those Cash Market Products on behalf of a Funds Manager to another nominee that holds those Cash Market Products on behalf of the same Funds Manager.

and

2. after the Adjust Session State on a Trading Day until the beginning of the Pre\_Open Session State the next Trading Day

Notes:

- Procedures for Reporting of Overnight Transactions are covered under Rule [3500].
- A transaction in paragraph (v) is included for the purpose of incorporation into Procedure [4060] Part A paragraph 4(a).

## Conditional Trading

### Procedure 3330

#### 1 *When ASX may declare a Conditional Market*

ASX may notify Trading Participants, in writing, that a market for a Cash Market Product is or will be a Conditional Market if:

- (a) an Issuer or vendor of Cash Market Products the subject of an offering has:
  - (i) requested ASX in writing to provide a Conditional Market;
  - (ii) specified at least one Condition under 2(b) below;
  - (iii) specified the date by which each Condition is required to be satisfied; and
  - (iv) undertaken to notify ASX immediately of the fulfilment or non-fulfilment of each Condition;
- (b) the offering of the Cash Market Products:
  - (i) has a total value of at least the value set out in the Procedures; or
  - (ii) anticipates pre-allotment or pre-transfer trading on an overseas market; or
  - (iii) if the Cash Market Products in question are Warrants, a Conditional Market applies in relation to the Underlying Instrument in respect of that Warrant;
- (c) the offer document for the Cash Market Products:
  - (i) states that it is the responsibility of an applicant for Cash Market Products under that offering to verify their holding and sets out procedures to do this; and
  - (ii) describes the basis of pre-allotment or pre-transfer trading in a manner which clearly describes the underlying contingent nature of the issue or sale of Cash Market Products;

- (d) the Issuer or vendor agrees in writing with ASX to observe a dispatch date stipulated by ASX, being a date no later than 5 Business Days after the date of satisfaction of all the Conditions;
- (e) an announcement of the basis of quotation as being conditional has been made in accordance with the Procedures; and
- (f) the Issuer or vendor provides a market announcement of the Conditions for the Conditional Market and any other information required by Listing Rule 3.1 for release to the market.

## 2. *Conditions*

A Conditional Market in Cash Market Products will be subject to the following Conditions:

- (a) the allotment or transfer of the Cash Market Products to successful applicants under the offer; and
- (b) each condition which is specified by the Issuer or vendor of the Cash Market Products and which is:
  - (i) (in the case of a condition specified by an Issuer) a prerequisite to the Issuer allotting Cash Market Products to applicants under the offer;
  - (ii) (in the case of a condition specified by a vendor) a prerequisite to the vendor transferring Cash Market Products to applicants under the offer; and
  - (iii) (in any case) a condition the satisfaction of which cannot be influenced by those who will buy and sell the Cash Market Products on the Conditional Market.

### Procedure 3335

The Settlement Day will usually be the fourth Business Day after the Dispatch Date stipulated by ASX under the Procedure to Rule [3330].

## **Trading of Derivatives Market Contracts**

### **Position Limits**

#### Procedure 3400

For the purposes of Rule [3400] no position limits have been set for Futures.

For the purposes of Rule [3400] the following position limits apply to Options:

#### 1. *Market Limit*

The maximum limit on the number of call Options in a Class which may be registered with ACH as Open Contracts at any time ("the Market Limit") is that number of Options which, after performing the calculations under paragraphs 2 and 3, gives a net market position of 10% of the total issued capital of the relevant Underlying Financial Product.

#### 2. *Calculation of net account position*

ACH will calculate the net position in a class of Options for each individual Account, applying the following formula:  $WC - TC$ , Where WC means the number of call Options in the Class registered in the Account as writer but only those call Options which are not covered by Underlying Financial Products lodged as specific cover in respect of that Account with ACH; and TC means the number of call Options in the Class registered in the Account as taker.

#### 3. *Calculation of net market position*



The net market position at any time is then calculated by aggregating the net account position in a Class of all individual Accounts for which the net account position calculation under paragraph 2 is positive. The net market position must not exceed the Market Limit.

4. *European style Options*

European style Options are excluded from the calculation until the first Business Day of the Expiry Month.

5. *Long term Options*

Long term Options (being Options with an Expiry Date beyond 12 months) are excluded from the calculation until 12 months prior to the Expiry Date.

6. *Put Options*

There is no position limit on the number of put Options which may be registered with ACH as Open Contracts at any time.

Procedure 3410

No exercise limits for Contract Series have been set for the purpose of Rule [3410].

**Transactions outside Trading Hours**

Procedure 3431

1. *Time at which late trading is permitted*

For the purposes of Rule [3431], late trading in stock Options is permitted between 4:20 PM (Trading Close) and 5:00 PM (Sydney time).

For the purposes of Rule [3431], late trading is permitted in Futures Market Contracts over an Underlying Commodity which is wool between 4:30 PM (Trading Close) and 5:00 PM (Sydney time).

Note: There is no late trading for Futures Market Contracts over an Underlying Commodity which is grain, Options Market Contracts over Futures Market Contracts over an Underlying Commodity which is grain or Contract Series over an Underlying Index as these contracts are subject to extended trading hours.

2. *Entry into Derivatives Market Transactions during late trading*

If a Trading Participant intends to enter into a Derivatives Market Transaction during the period referred to in Rule [3431], the Trading Participant must:

- (a) use their best endeavours to contact all Market Makers with obligations in the Class in which they intend to deal;
- (b) use their best endeavours to contact all Trading Participants who are Recorded Buyers and Recorded Sellers (as the case may be) and inform them of the Trading Participant's intention to deal and the price at which the Trading Participant intends to deal;
- (c) if any of the Recorded Buyers or Recorded Sellers (as the case may be) or the Market Makers wish to trade at the Trading Participant's specified price, deal only with them and allow them to participate equally; and

- (d) only enter into a Derivatives Market Transaction with a Trading Participant, other than those Recorded Buyers, Recorded Sellers and Market Makers, after their Orders have been filled.

3. *Cancellation and amendment of orders during late trading*

During the period referred to in Rule [3431], a Trading Participant may cancel Orders or amend Orders (by reducing the number of contracts) which the Trading Participant has entered into TradeMatch or the Bulletin Board prior to Trading Close.

Cancellation of Market Transactions may only be effected in accordance with Rules [3200] and [3210].

4. *Trading Participant must amend orders*

If a Trading Participant enters into Derivatives Market Transactions under Rule [3431], the Trading Participant must cancel Orders or amend Orders (by reducing the number of contracts) which the Trading Participant has entered into TradeMatch or the Bulletin Board to reflect those Derivatives Market Transactions.

Procedure 3432

1. *Time at which trading for overseas clients may occur*

For the purposes of Rule [3432], the time prescribed during which trades for overseas clients may occur for stock Options or Futures Market Contracts over an Underlying Commodity which is wool is between 5:01 PM and 7:00 AM (Sydney time).

For the purposes of Rule [3432], the time prescribed during which trades for overseas clients may occur for Futures Market Contracts over an Underlying Commodity which is grain or Options Market Contracts over Futures Market Contracts over an Underlying Commodity which is grain is between 7:01 PM and 8:00 AM (Sydney time).

For the purposes of Rule [3432], the time prescribed during which trades for overseas clients may occur for Contract Series over an Underlying Index is between 7:01 PM and 7:00 AM (Sydney time).

2. *Circumstances in which trading for overseas clients may occur*

A Trading Participant may enter into a Derivatives Market Transaction between the times set out above in the following circumstances:

- (a) the Trading Participant (or the other Trading Participant in the Derivatives Market Transaction) is acting on behalf of a client who is not resident in Australia; and
- (b) the instructions from that client to enter into that Derivatives Market Transaction are transmitted from outside Australia and received by the relevant Trading Participant outside Trading Hours.

**Market Making**

Procedure 3440

The Procedure for registration as a Market Maker is as follows.

To be eligible for registration as a Market Maker in respect of a Derivatives Market Contract, a person must be a Trading Participant with Trading Permission in respect of that Derivatives Market Contract. This criteria must continue to be satisfied at all times.

## Reporting

### Procedure 3500

#### **PART A REPORTING OF TRANSACTIONS IN CASH MARKET PRODUCTS**

The lodgement of information required under Rule [3500] must be performed via the trade reporting functionality on a Trading Platform unless otherwise reported automatically under that Rule.

#### **Trades reported via Trading Platform**

The following transactions must be reported to ASX through a Trading Platform by Trading Participants using the trade report function in conjunction with the relevant condition code in accordance with the directions set out below:

##### ***“BK” condition code – Reporting of buy back transactions***

Where a Trading Participant effects a buy back transaction during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the transaction to the Trading Platform in conjunction with the condition code BK.

Where a Trading Participant effects a buy back transaction during the CSPA Session State, the Trading Participant must report the transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code BK.

Where a Trading Participant effects a buy back transaction during the System Maintenance and Close Session States, the Trading Participant must report the transaction to the Trading Platform in conjunction with the condition code BK no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

##### ***“DR” condition code – Reporting of directed reporting transactions***

Where a Trading Participant is directed by ASX to report a directed reporting transaction the trade must be immediately reported to a Trading Platform in conjunction with the condition code – DR  
Note: condition code – DR should not be used unless directed by ASX.

##### ***“ET” condition code – Reporting of ETF Special Trades***

Refer to Procedure [3310] for ETF Special Trade reporting requirements.

##### ***“FD” condition code – Reporting of Forward Delivery Transactions***

Where a Trading Participant effects a Forward Delivery Transaction, the Trading Participant must immediately report the transaction to the Trading Platform in conjunction with the condition code – FD.

##### ***“GL” condition code – Reporting of transactions in Loan Securities issued by a government***

Where a Trading Participant effects a transaction in a Loan Security issued by a government during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the transaction to the Trading Platform in conjunction with the condition code GL.

Where a Trading Participant effects a transaction in a Loan Security issued by a government during the CSPA Session State, the Trading Participant must report the transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code GL.

Where a Trading Participant effects a transaction in a Loan Security issued by a government during the System Maintenance and Close Session States, the Trading Participant must report the transaction to the Trading Platform in conjunction with the condition code GL no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

***“IB” condition code – Reporting of Index Replicating Special Crossing***

Where a Trading Participant effects an Index Replicating Special Crossing in accordance with Procedure [4802] Part A paragraph 5 the Trading Participant must:

1. Immediately advise Market Control via email, or if that is unavailable, by facsimile, of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the Cash Market Product the subject of each trade;
  - (c) the number of Cash Market Products traded;
  - (d) the price of each trade;
  - (e) the consideration of each trade;
  - (f) the total Index Replicating Special Crossing consideration; and.
2. Report the Index Replicating Special Crossing to the Trading Platform in conjunction with the condition code – IB:
  - (a) not later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day if the trade is effected before 1:00 PM on the previous Trading Day; or
  - (b) not later than 1:00 PM on the next Trading Day if the trade is effected after 1:00 PM on the previous Trading Day.

***“L1”, “L2”, “L3”, “L4”, “L5” and “LT” condition codes – Reporting of overnight transactions***

Where a Trading Participant effects an overnight transaction in accordance with Rule [3320], the Trading Participant must report the transaction to the Trading Platform in the following manner:

1. Overnight transactions in Cash Market Products transacted during the Adjust Session State must be reported immediately on the Trading Day on which they are transacted, in conjunction with one of the following condition codes that identifies the relevant permitted circumstance (as set out in Procedure [3320]):
  - L1 Later Trade Report – Genuine Book Squaring
  - L2 Late Trade Report – Hedging Trades
  - L3 Late Trade Report – Completion of an order that narrowly missed execution in the CSPA Session State
  - L4 Late Trade Report – Error Rectification
  - L5 Late Trade Report – Put Through
2. Overnight transactions in Cash Market Products transacted during the Adjust ON and Purge\_Orders Session States must be reported immediately on the Trading Day on which they are transacted, in conjunction with the condition code LT.
3. Overnight transactions in Cash Market Products transacted during the System Maintenance and Close Session States must be reported by no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and 7 AM) and in conjunction with the condition code LT.

***“LTCT” condition code – Reporting of overnight transactions in Cash Only Combinations***

Where a Trading Participant effects an overnight transaction in a Cash Only Combination, the Trading Participant must report the transaction to the Trading Platform in the following manner:

1. Overnight transactions in Cash Only Combinations transacted during the Adjust Session State must be reported immediately on the Trading Day on which they are transacted, in conjunction with the condition code LTCT. A summary email from each of the Trading Participants involved in the transaction detailing the purpose of the trade must be forwarded to Market Control at “marketcontrol@asx.com.au” by 6 PM on the Trading Day for each component Cash Market Product, with the following information included:

Time	Component Cash Market Products	Quantity	Price	Buyer PID	Seller PID	Reason ref 16.3.10

2. Overnight transactions in Cash Only Combinations transacted during the Adjust ON and Purge\_Orders Session States must be reported immediately on the Trading Day on which they are transacted, in conjunction with the condition code LTCT.
3. Overnight transactions in Cash Only Combinations transacted during the System Maintenance and Close Session States must be reported by no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and 7 AM) and in conjunction with the condition code LTCT.

**“OR” condition code – Reporting of foreign to foreign transactions**

The purpose of foreign to foreign transactions is to ensure trades can occur in a security with foreign ownership limits, eg Telstra, without these limits being breached.

A foreign to foreign transaction is:

1. A transaction between two Foreign Persons on the basis that settlement of the transaction will be effected pursuant to the ASTC Rules applicable to FOR Financial Products, i.e. the trade will be excluded from settlement netting so that ownership is guaranteed to pass from one foreign owner to another; and
2. In FOR Financial Products being ASX listed securities which:
  - (a) are subject to aggregate foreign ownership restrictions;
  - (b) have been included in Schedule 1 of the ASTC Rules as FOR Financial Products; and
  - (c) are held and recorded in a CHESS holding with a residency indicator F.

Trades subject to the condition Foreign Person to Foreign Person do not increase the volume of securities held by foreign investors in the FOR Financial Product, i.e. they do not breach any of the aggregate foreign ownership rules.

For settlement purposes, such trades must be reported in conjunction with condition code OR, so that ownership passes from Foreign Person seller directly to the Foreign Person buyer. Incorrect reporting may cause the trade to be rejected by CHESS, resulting in fail fees for the seller.

Foreign Person to Foreign Person transactions (which are in FOR Financial Products) are not the same as transactions in foreign securities.

Where a Trading Participant wishes to effect a Foreign Person to Foreign Person transaction during Open Session State, for FOR Financial Products, the Trading Participant must:

1. Perform a Priority Crossing in accordance with Procedure [4060] Part A paragraph 1(c);
2. Cancel the Crossing; and
3. Report the trade immediately in conjunction with the condition code OR.

Where a Trading Participant wishes to effect a Foreign Person to Foreign Person transaction as part of a transaction not automatically executed by the Trading Platform, the transaction must be

reported to the Trading Platform in accordance with the Rules and Procedures governing that transaction. The Trading Participant must:

1. Initially report the trade to the Trading Platform in conjunction with the relevant trade report condition code;
2. Cancel the trade; and
3. Report the trade immediately in conjunction with the condition code OR.

For example, where a Trading Participant effects a Foreign Person to Foreign Person transaction as part of an overnight trade the Trading Participant must:

1. Initially report the transaction to the Trading Platform by the times specified for reporting overnight transactions under Rule [3320] and in conjunction with the condition code LT;
2. Cancel the trade; and
3. Report the trade immediately in conjunction with the condition code OR.

#### ***“OS” condition code – Reporting of overseas transactions***

Where a Trading Participant effects a transaction in accordance with Procedure [4060] Part A paragraph 3, the Trading Participant must report the transaction to the Trading Platform in conjunction with the condition code OS no later than 15 minutes prior to the scheduled commencement of the Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on a Trading Day).

Where a Trading Participant acts in a buying or selling transaction with a member of a Recognised Overseas Stock Exchange during the System Maintenance and Close Session States on a Trading Day, or at any time on a day other than a Trading Day, the Trading Participant must report the transaction to the Trading Platform in conjunction with the condition code OS not later than 15 minutes prior to the scheduled commencement of the Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

Where a Trading Participant effects a Crossing during the System Maintenance and Close Session States on any Trading Day where one of the orders is on account of an overseas resident, the Trading Participant must report the Crossing to the Trading Platform in conjunction with the condition code OS not later than 15 minutes prior to the scheduled commencement of the Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

#### ***“P1” or “P2” condition code – Reporting of “Put Through” transactions***

Where a Trading Participant effects a Block Special Crossing in accordance with Procedure [4802] Part A paragraph 2 during all trading Session States other than the CSPA, System Maintenance and Close Session States and where the Block Special Crossing results in the Cash Market Products the subject of the transaction being sold by a nominee that holds those Cash Market Products on behalf of a Funds Manager to another nominee that holds those Cash Market Products on behalf of the same Funds Manager (a “Put Through” for the purposes of this Procedure [3500] Part A), the Trading Participant must immediately report the “Put Through” transaction to the Trading Platform in conjunction with the condition code – P1 for Cash Market Products other than Warrants or P2 for Warrants.

Where a Trading Participant effects a Block Special Crossing in accordance with Procedure [4802] Part A paragraph 2 during the CSPA Session State and where the Block Special Crossing results in the Cash Market Products the subject of the transaction being sold by a nominee that holds those Cash Market Products on behalf of a Funds Manager to another nominee that holds those Cash Market Products on behalf of the same Funds Manager (a “Put Through” for the purposes of this Procedure [3500]), the Trading Participant must report the “Put Through” transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code – P1 for Cash Market Products other than Warrants or P2 for Warrants.

Where a Trading Participant effects a Block Special Crossing in accordance with Procedure [4802] Part A paragraph 2 during the System Maintenance and Close Session States and where the Block Special Crossing results in the Cash Market Products the subject of the transaction being sold by a nominee that holds those Cash Market Products on behalf of a Funds Manager to another nominee that holds those Cash Market Products on behalf of the same Funds Manager (a “Put Through” for the purposes of this Procedure [3500]), the Trading Participant must report the “Put Through” transaction to the Trading Platform not later than 15 minutes prior to the scheduled commencement of the Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day) in conjunction with the condition code – P1 for Cash Market Products other than Warrants or P2 for Warrants.

**“S1” or “S3” condition code – Reporting of Block Special Crossings**

Where a Trading Participant effects a Block Special Crossing in accordance with Procedure [4802] Part A paragraph 2(a) during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the transaction to the Trading Platform in conjunction with the condition code S1 for Cash Market Products other than Warrants or S3 for Warrants.

Where a Trading Participant effects a Block Special Crossing in accordance with Procedure [4802] Part A paragraph 2(a) during the CSPA Session State, the Trading Participant must report the transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code S1 for Cash Market Products other than Warrants or S3 for Warrants.

Where a Trading Participant effects a Block Special Crossing in accordance with Procedure [4802] Part A paragraph 2(a) during the System Maintenance and Close Session States, the Trading Participant must report the transaction to the Trading Platform in conjunction with the condition code S1 for Cash Market Products other than Warrants or S3 for Warrants no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

**“S1” or “S3” condition code – Reporting of facilitated specified size Block Special Crossings**

Where a Trading Participant effects a Block Special Crossing which meets the requirements in Procedure [4802] Part A paragraph 2(c), the Trading Participant must:

1. Immediately advise Market Control via the Trading Platform of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the Cash Market Product the subject of the trade;
  - (c) the number of Cash Market Products;
  - (d) the price of the trade; and
2. Report the Block Special Crossing to the Trading Platform in conjunction with the condition code S1 for Cash Market Products other than Warrants or S3 for Warrants:
  - (a) not later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day if the trade is effected before 1:00 PM on the previous Trading Day; or
  - (b) not later than 1:00 PM on the next Trading Day if the trade is effected after 1:00 PM on the previous Trading Day.

**“SA” condition code – Reporting of Completion of Order Special Crossings**

Where a Trading Participant effects a Completion of Order Special Crossing in accordance with Procedure [4802] Part A paragraph 8 during all Sessions States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the transaction to the Trading Platform in conjunction with the condition code – SA.

Where a Trading Participant effects a Completion of Order Special Crossing in accordance with Procedure [4802] Part A paragraph 8 during the CSPA Session State, the Trading Participant must report the transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code – SA.

Where a Trading Participant effects a Completion of Order Special Crossing in accordance with Procedure [4802] Part A paragraph 8 during the System Maintenance and Close Session States, the Trading Participant must report the transaction to the Trading Platform not later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day) in conjunction with the condition code – SA.

***“SO” condition code – Reporting of shortfall in underwriting and other special sales***

Where a Trading Participant effects a shortfall in underwriting or other Special Crossing in accordance with Procedure [4802] Part A paragraphs 6 and 7 during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the transaction to the Trading Platform in conjunction with the condition code SO.

Where a Trading Participant effects a shortfall in underwriting or other Special Crossing in accordance with Procedure [4802] Part A paragraphs 6 and 7 during the CSPA Session State, the Trading Participant must report the transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code SO.

Where a Trading Participant effects a shortfall in underwriting or other Special Crossing in accordance with Procedure [4802] Part A paragraphs 6 and 7 during the System Maintenance and Close Session States, the Trading Participant must report the transaction to the Trading Platform not later than 15 minutes prior to the commencement of the Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day) in conjunction with the condition code SO.

***“SPCT” condition code – Reporting of Special Crossings in Cash Only Combinations***

Where a Trading Participant effects a Special Crossing in a Cash Only Combination in accordance with Procedure [4802] Part A paragraph 4 during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the transaction to the Trading Platform in conjunction with the condition code SPCT.

Where a Trading Participant effects a Special Crossing in a Cash Only Combination in accordance with Procedure [4802] Part A paragraph 4 during the CSPA Session State, the Trading Participant must report the transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code SPCT.

Where a Trading Participant effects a Special Crossing in a Cash Only Combination in accordance with Procedure [4802] Part A paragraph 4 during the System Maintenance and Close Session States, the Trading Participant must report the transaction to the Trading Platform in conjunction with the condition code SPCT no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

***“ST” and “STLT” condition code – Reporting of market stabilisation transactions***



Where a Trading Participant matches a market stabilisation order as part of a transaction not automatically executed by the Trading Platform, the transaction must be reported to the Trading Platform in accordance with the Rules and Procedures governing that transaction.

Where a Trading Participant matches a market stabilisation order as part of an overnight trade under Rule [3320] the Trading Participant must report the transaction by the times specified under Rule [3320] and in conjunction with the condition code – STLT.

**“SX” condition code – Reporting of Portfolio Special Crossings which includes Cash Market Products only**

Where a Trading Participant effects a Portfolio Special Crossing which includes Cash Market Products only in accordance with Procedure [4802] Part A paragraph 3 and the Trading Participant acts as an agent for both the buyer and seller in the Portfolio Special Crossing, the Trading Participant must:

1. Report the Portfolio Special Crossing to the Trading Platform in accordance with paragraph (a), (b) or (c) below:
  - (a) if the Portfolio Special Crossing is effected during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the Portfolio Special Crossing to the Trading Platform in conjunction with the condition code SX;
  - (b) if the Portfolio Special Crossing is effected during the CSPA Session State, the Trading Participant must report the Portfolio Special Crossing to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code SX;
  - (c) if the Portfolio Special Crossing is effected during the System Maintenance and Close Session States, the Trading Participant must report the Portfolio Special Crossing to the Trading Platform not later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day) in conjunction with the condition code SX.
2. Immediately advise Market Control via email, or if that is unavailable, by facsimile, of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the total portfolio consideration in Australian dollars;
  - (c) for each trade in the portfolio:
    - (i) the Cash Market Product identifier;
    - (ii) the number of Cash Market Products traded;
    - (iii) the price in local traded currency;
    - (iv) the consideration in Australian dollars.

Where a Trading Participant effects a Portfolio Special Crossing which includes Cash Market Products only in accordance with Procedure [4802] Part A paragraph 3 and the Trading Participant acts as Principal, the Trading Participant must:

1. Immediately advise Market Control via email, or if that is unavailable, by facsimile, of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the Cash Market Product the subject of each trade.
2. Report the Portfolio Special Crossing to the Trading Platform in conjunction with the condition code SX:
  - (a) not later than 15 minutes prior to the commencement of the Open Session State on the next Trading Day if the trade is effected before 1:00 PM on the previous Trading Day; or
  - (b) not later than 1:00 PM on the next Trading Day if the trade is effected after 1:00 PM on the previous Trading Day.

3. Immediately after reporting the Portfolio Special Crossing to the Trading Platform as required in step 2 above, advise Market Control via email, or if that is unavailable, by facsimile, of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the total portfolio consideration in Australian dollars;
  - (c) for each trade in the portfolio:
    - (i) the Cash Market Product identifier;
    - (ii) the number of Cash Market Products traded;
    - (iii) the price in local traded currency;
    - (vi) the consideration in Australian dollars.

***“SX” condition code – Reporting of Portfolio Special Crossings which includes both Cash Market Products and Equity Securities traded on a market operated by a Recognised Stock Exchange***

Where a Trading Participant effects a Portfolio Special Crossing which includes both Cash Market Products and Equity Securities traded on a market operated by a Recognised Stock Exchange in accordance with Procedure [4802] Part A paragraph 3 and the Trading Participant acts as an agent for both the buyer and seller in the Portfolio Special Crossing, the Trading Participant must:

1. Report the Portfolio Special Crossing to the Trading Platform in accordance with paragraph (a), (b) or (c) below:
  - (a) if the Portfolio Special Crossing is effected during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the Portfolio Special Crossing to the Trading Platform in conjunction with the condition code SX;
  - (b) if the Portfolio Special Crossing is effected during the CSPA Session State, the Trading Participant must report the Portfolio Special Crossing to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code SX;
  - (c) if the Portfolio Special Crossing is effected during the System Maintenance and Close Session States, the Trading Participant must report the Portfolio Special Crossing to the Trading Platform not later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day) in conjunction with the condition code SX.

For the avoidance of doubt, the time the portfolio is effected is the Sydney-equivalent time the portfolio was consummated in the originating country.

2. Immediately advise Market Control via email, or if that is unavailable, by facsimile, of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the total portfolio consideration in Australian dollars;
  - (c) for each trade in the portfolio:
    - (i) the Cash Market Product identifier for securities traded on the ASX Market or the ticker symbol/international securities identification number for Equity Securities traded on a market operated by a Recognised Stock Exchange;
    - (ii) the Recognised Stock Exchange identifier as it appears in Procedure [7100];
    - (iii) the number of Cash Market Products or Equity Securities traded;
    - (iv) the price in local traded currency;
    - (v) the exchange rate;
    - (vi) the consideration in Australian dollars.

Where a Trading Participant effects a Portfolio Special Crossing which includes both Cash Market Products and Equity Securities traded on a market operated by a Recognised Stock Exchange in accordance with Procedure [4802] Part A paragraph 3 and the Trading Participant acts as Principal, the Trading Participant must:

1. Immediately advise Market Control via email, or if that is unavailable, by facsimile, of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the Cash Market Product identifier for securities traded on the ASX Market or the ticker symbol/international securities identification number for Equity Securities traded on a market operated by a Recognised Stock Exchange the subject of each trade.
2. Report the Portfolio Special Crossing to the Trading Platform in conjunction with the condition code SX:
  - (a) not later than 15 minutes prior to the commencement of the Open Session State on the next Trading Day if the trade is effected before 1:00 PM on the previous Trading Day; or
  - (b) not later than 1:00 PM on the next Trading Day if the trade is effected after 1:00 PM on the previous Trading Day.

For the avoidance of doubt, the time the portfolio is effected is the Sydney-equivalent time the portfolio was consummated in the originating country.
3. Immediately after reporting the Portfolio Special Crossing to the Trading Platform as required in step 2 above, advise Market Control via email, or if that is unavailable, by facsimile, of the following details:
  - (a) the identity of the Trading Participant;
  - (b) the total portfolio consideration in Australian dollars;
  - (c) for each trade in the portfolio:
    - (i) the Cash Market Product identifier for securities traded on the ASX Market or the ticker symbol/international securities identification number for Equity Securities traded on a market operated by a Recognised Stock Exchange;
    - (ii) the Recognised Stock Exchange identifier as it appears in Procedure 2.10;
    - (iii) the number of Cash Market Products or Equity Securities traded;
    - (iv) the price in local traded currency;
    - (v) the exchange rate;
    - (vi) the consideration in Australian dollars.

***Reporting of Priority Crossings in Cash Only Combinations – condition code “XTTM”***

Where a Trading Participant effects a Priority Crossing in a Cash Only Combination during the Open Session State in accordance with Procedure [4060] Part A paragraph 1(d), the Trading Participant must immediately report the transactions in the component Cash Market Products to the Trading Platform in conjunction with the condition code XTTM.

**PART B REPORTING OF DERIVATIVES MARKET TRANSACTIONS**

Under Rule [3500], a Trading Participant must promptly report each Derivatives Market Transaction (including those entered into as components of a Combination) entered into by the Trading Participant by lodging details of the transaction with ASX in the following form and manner.

**Form of Reporting**

1. Date of the transaction;
2. Identity of the Trading Participants to the transaction;
3. The underlying asset (e.g.; Underlying Financial Product or the Underlying Index);
4. Exercise Price or the Exercise Level (for an Option);
5. Maturity/Expiry Date;
6. Number of Derivatives Market Contracts the subject of the Derivatives Market Transaction;
7. Premium/Price, expressed in the same manner as that in which bids/offers are required to be made being:
  - (a) in the case of an Option over Underlying Financial Products, the amount of money per unit of the Underlying Financial Products;
  - (b) in the case of an Option over an Underlying Index, the number of points of the Index; and

- (c) in the case of the Cash Market Product component of a Derivatives/Cash Combination, the amount of money per unit of the Underlying Financial Products;
- (i) Condition Code\*, if any; and
- (ii) any other information required by ASX to be lodged with ASX.

**\*Condition Codes**

The following Condition Codes must be entered manually by a Trading Participant or by Market on behalf of a Trading Participant when conducting a transaction of this type:

Type of trade	Rule	Condition Code
Late Trade	[3431]	LT
Late Trade – Combination	[3431]	LTCT
Overseas Trade	[3432]	OS
Special Crossing	[4801] and Procedure [4810] Part B	SP
Combination Crossing (Bulletin Board)	[4060] and Procedure [4060] Part B, paras 5 and 6	XTCT
Contingent Special Crossing	[4801] and Procedure [4810] Part B	SPCT
Crossing	[4060] and Procedure [4060] Part B	XT
Tailor-Made Combination and Standard Combinations Crossing	[4060] and Procedure [4060] Part B paras 4, 5 and 6	XTTM
Derivatives/Cash Combination (Tailor Made and Bulletin Combination) and Exchange for Physical (Futures Only)	[4800] to [4804]	EQ

The following Condition Codes are generated by the Trading Platform or by Market Control on behalf of a Trading Participant and are provided for information purposes only:

Type of trade	Rule	Condition Code
Combinations traded on the Bulletin Board	[4503]	BB
Derivatives/Cash Combination traded on the Bulletin Board	[4503]	BBEQ

Derivatives/Cash Combination traded as a Tailor Made Combination	[4111]	EQ
Tailor-Made Combination	[4111]	TM
Crossings	[4060] and Procedure [4060] Part B	XT

### Manner of Reporting

A Trading Participant is required to lodge the information required by Rule [3500] using the Report Trade function of the Trading Platform in respect of the following Derivatives Market Transactions:

1. The crossed quantity of orders crossed under Procedure [4060] Part B and Procedure [4802] Part B.
2. Dealings on behalf of overseas clients under Rule [3432]. Overseas trades must be reported on the next Trading Day between 7:00 AM and 9:45 AM.
3. Special Crossings under Procedure [4802] Part B. Special Crossings in Futures Market Contracts over an Underlying Commodity which is grain and Special Crossings in Options Market Contracts over Futures Market Contracts over an Underlying Commodity which is grain must be reported on the Trading Day on which they are transacted between 8:00 AM and 7:00 PM (Sydney time). Special Crossings in Options over an Underlying Index or Futures over an Underlying Index must be reported on the Trading Day on which they are transacted between 7:00 AM and 7:00 PM (Sydney time). Special Crossings in all other Options and Futures must be reported on the Trading Day on which they are transacted between 9:00 AM and 6:00 PM (Sydney time).
4. Late trades in stock Options under Rule [3431] must be reported on the Trading Day on which they are transacted between 4:20 PM and 5:00 PM (Sydney time). Late trades in Futures Market Contracts over an Underlying Commodity which is wool must be reported on the Trading Day on which they are transacted between 4:30 PM and 5:00 PM (Sydney time).

Note: There is no Late Trading for Futures Market Contracts over an Underlying Commodity which is grain, Options Market Contracts over Futures Market Contracts over an Underlying Commodity which is grain, Options over an Underlying Index or Futures over an Underlying Index as these are subject to extended trading hours.

### PART C TRANSACTIONS WHICH DO NOT HAVE TO BE REPORTED

For the purposes of Rule 3500, the transactions which do not have to be reported are:

- (a) Exercise of OTC Options and Warrants; and
- (b) Booking Purposes trades (condition code BP).

### PART D INFORMATION GENERATED AUTOMATICALLY

#### Transactions in Cash Market Products

Under Rule [3500] a Trading Participant is taken to have lodged the information referred to in that rule if that information is generated automatically and supplied to ASX through facilities provided by ASX in accordance with these Procedures.

A report is generated by a Trading Platform for the following transactions and a Trading Participant need take no further action to report them:

- (a) Orders matched in a Trading Platform;
- (b) Crossings executed in accordance with Procedure [4060] (Part A);  
*Note: the resultant transactions are registered with the condition code – XT.*

- (c) Orders matched in a Trading Platform with a market stabilisation order in a Cash Market Product the subject of market stabilisation arrangements;  
*Note: the resultant transactions are registered with the condition code – PST.*
- (d) Transactions in Cash Market Products arising from Combinations on the Bulletin Board or TradeMatch.  
*Note: where the individual component prices of a Combination do not reflect current market prices/values ASX may rebook each component transaction so as to achieve more realistic individual prices equating to the traded net price for the Combination.*  
*Note: in respect of Derivatives/Cash Combinations and Cash Only Combinations consisting of underlying Equity Securities or redeemable preference shares which are Loan Securities in accordance with paragraph (c) of the definition of Loan Securities together with one or more Warrant Series and/or Loan Securities excluding paragraph (c) of the definition of Loan Securities, the Trading Platform automatically registers the component transactions in conjunction with the condition codes – BBEQ (Bulletin Board) or EQ (TradeMatch).*
- (e) Transactions in Cash Market Products arising from the exercise of a Derivatives Market Contract;  
*Note: in respect of exercises of Derivatives Market Contracts, ACH automatically reports a trade to the Trading Platform on behalf of the relevant parties in conjunction with condition codes – EC (Calls) or EP (Puts).*
- (f) Orders matched in a Trading Platform with a Market Bid order in a Cash Market Product the subject of Market Bid;  
*Note: the resultant transactions are registered with the condition code – MB. This condition code is only visible to the Participant who entered the Market Bid order.*

### **Derivatives Market Transactions**

Under Rule [3500] a Trading Participant is taken to have lodged the information referred to in that Rule if that information is generated automatically and supplied to ASX through facilities provided by ASX in accordance with the Procedures. A report is generated by the Trading Platform for the following transactions and a Trading Participant need take no further action to report them:

- (a) Orders matched in TradeMatch.  
*Note: in respect of Derivative/Cash Combinations matched against other Combination Orders or matched against other Orders in the individual component Products, the Trading Platform automatically registers a transaction for each of the components to the Trading Platform on behalf of both parties involved in the Derivative/Cash Combination transaction with the condition Code – EQ.*
- (b) Orders transacted on the Bulletin Board.  
*Note: in respect of Derivative/Cash Combinations matched against other Combination Orders, the Trading Platform automatically registers a transaction for each of the components to the Trading Platform on behalf of both parties involved in the Derivative/Cash Combination transaction with the condition Code – BBEQ.*
- (c) Any transactions arising from the offering of 50% of orders crossed under Procedure [4060] Part B.  
*Note: where the individual component prices of a Combination do not reflect current market prices/values ASX may rebook each component transaction so as to achieve more realistic individual prices equating to the traded net price for the Combination.*

## **PART E REPORTING OF OPEN CONTRACTS**

A Market Participant must report to ASX:

- (a) the number of Open Contracts registered with any Approved Clearing Facility and any Alternative Clearing Facility at that time in respect of each client of the Market Participant;
- (b) the number of Open Contracts registered with any Approved Clearing Facility and any Alternative Clearing Facility at that time in respect of each person whose dealing constitutes a dealing on the Market Participant's own account.

This information must be reported by 8:00 AM Sydney time on each Trading Day and at any other time notified by ASX to the Trading Participant.

Open positions must be notified either in writing or electronically to the General Manager, Market Operations by the Market Participant (Trading Participant or nominated Clearing Participant).

Each report should contain the name and address of the holder of the position and the number of bought and sold Open Contracts in each Contract Series.

Trading Participants dealing in Futures on an omnibus basis must notify ASX when the number of Open Contracts in a client or participant house account exceeds ONE.

#### Procedure 3501

For the purposes of Rule [3501], Trading Participants must set out in their short sale reports the total number of each kind of Cash Market Products that were sold by that Trading Participant (whether on its own behalf or on behalf of another person) before 7.00pm on the previous Trading Day and required to be disclosed to ASX under section 1020AB or section 1020AC of the Corporations Act. The short sale report must be provided to ASX by no later than 9.00am (in Sydney, New South Wales) on each Trading Day.

Note: For the purposes of Rule [3501], a sale that is made between 7:00pm on a Trading Day and before the start of the next Trading Day is taken to have been made on the next Trading Day.

## **Settlement**

#### Procedure 3600

For the purposes of Rule [3600], a Cash Market Transaction may be settled on a day other than the third Business Day following the date that the transaction was created on or reported to the Market, where:

- (a) the Cash Market Transaction is a Forward Delivery Transaction (in which case, the Cash Market Transaction must be settled on the agreed forward date); or
- (b) ASX classifies the Cash Market Transaction as "deferred delivery" or "deferred settlement" (in which case, the Cash Market Transaction must be settled on the day specified by ASX).

#### Procedure 3801

A Client Agreement in relation to Options Market Contracts, Futures Market Contracts, Warrants or Partly Paid Securities must incorporate the following minimum terms:

- (a) Futures Client Agreement – the minimum terms set out in Appendix [3801]-1;
- (b) Options Client Agreement – the minimum terms set out in Appendix [3801]-2;
- (c) Warrants Client Agreement – the minimum terms set out in Appendix [3801]-3;
- (d) Partly Paid Security Client Agreement – the minimum terms set out in Appendix [3801]-4.

Note that ASIC Market Integrity Rules 3.1.2A to 3.1.2D also require certain terms to be included in agreements with clients.

#### Procedure 3802

The Market Participant must retain a copy of each agreement which it enters into with the client under Rule [3801] and any documents under Rule [3800] for at least 7 years following the date on which the agreement is terminated or any longer period required by the Corporations Act.

Procedure 3803

The minimum terms for a Wholesale Client Agreement (Options Market Transactions only) are set out in Appendix [3803].

Procedure 3804

The minimum terms for a Wholesale Client Agreement (Options Market Transactions only) are set out in Appendix [3803].



## Section 4 Execution, quote display and reporting services

### General Rules relating to the Trading Platform

#### Session States

##### Procedure 4013

For the purposes of Rule [4013]:

- (a) the parameters applicable during particular Session States are as set out in Appendix [4013] Part 1;
- (b) subject to (c) below Session States will apply at the times and in respect of the Products indicated in Appendix [4013] Part 2 unless otherwise notified by ASX to Trading Participants;
- (c) Session States which apply when ASX receives information in relation to an Off-Market Bid, a Market Bid or a Scheme are set out in Appendix [4013] Part 3.

#### Order Entry

##### Procedure 4021

For the purposes of [Rule 4021], the exceptions are:

- (a) Iceberg Orders in accordance with [Rule 4022];
- (b) Undisclosed Orders in accordance with [Rule 4023];
- (c) Centre Point Orders in accordance with [Rule 4024]; and
- (d) an Order in the VolumeMatch Book in accordance with [Rule 4203].

##### Procedure 4022

#### 1. *Entry of a Bid or Offer as an Iceberg Order*

Subject to prohibitions set out below, a Trading Participant may enter a Bid or Offer that exceeds the following minimum disclosed quantity:

Cash Market Products – 5000 units  
Derivatives Market Contracts – 25 contracts

Iceberg Orders must not be:

- (a) entered in respect of Combinations; or
- (b) used to create Crossings of Derivatives Contracts.

A Trading Participant may only enter an Iceberg Order on behalf of a client if the client has instructed the Trading Participant to do so (either in respect of the particular order or generally or in accordance with a discretion conferred on the Trading Participant by the client).

#### 2. *Effect of Iceberg Order*

If an Order is entered as an Iceberg Order:

- (a) the Disclosed Portion must be equal to the lower of the amount set out in paragraph 1 above and the Residual Amount (from time to time);

- (b) only the Disclosed Portion of the Iceberg Order is disclosed to the market on a Trading Platform;
- (c) if part of the Disclosed Portion is matched against an Order in a Trading Platform, giving rise to a Market Transaction, then the Disclosed Portion will be reduced by the amount so matched;
- (d) once the Disclosed Portion reaches zero, due to the operation of paragraph (c) above, an amount of the Undisclosed Portion equal to the lesser of the amount set out in the Procedures under paragraph (a) and the Residual Amount will immediately become the Disclosed Portion; and
- (e) the position of the Iceberg Order (from time to time) In Price/Time Priority is determined in accordance with Procedure [4030] paragraph 3.

### Procedure 4023

The minimum amount for an Undisclosed Order in accordance with [Rule 4023] is \$500,000.

ASX may prescribe that Trading Participants are prohibited from:

- (a) entering an Order which does not disclose the quantity of Cash Market Products the subject of the Order;
- (b) amending an Order which discloses the quantity of Cash Market Products the subject of that Order to an Order which does not disclose the quantity;
- (c) amending a previously entered Order which does not disclose the quantity of Cash Market Products the subject of the Order in any of the following ways:
  - (i) to increase the quantity of that Order;
  - (ii) if an Order is a Bid, to increase the Bid price; or
  - (iii) if the Order is an Offer, to decrease the Offer price;
 in any Session State, or part of a Session State, as determined by ASX.

### Procedure 4024

A Centre Point Order will be dealt with as follows:

- (a) A Centre Point Order may only be matched with another Centre Point Order.
- (b) Centre Point Orders are matched in time priority at the price for the Centre Point Order determined in accordance the definitions of Centre Point Limit Order and Centre Point Market Order.
- (c) A Centre Point Market Order may be amended to a Centre Point Limit Order and a Centre Point Limit Order may be amended to a Centre Point Market Order.

### Procedure 4025

For the purposes of Rule [4025](a), the guidelines concerning an excessive number of Orders are a ratio of Orders entered to trades executed that equals or exceeds 50:1.

For the purposes of Rule [4025](b), the guidelines concerning an excessive number of Tailor-Made Combinations are those set out in the procedure for Rule [4111](d).

For the purposes of Rule [4025](c), the guidelines concerning an excessive number of Quote Requests are:

- (a) Quote Requests that exceed 10 in any 1 minute interval per Class of Option Market Contract; or
- (b) Quote Requests that exceed a total of 200 per Class of Option Market Contract, per trading day.

## **Priority of Orders**

### Procedure 4030

For the purposes of Rule 4030 the exemptions are:

1. *Priority Crossings*

Priority Crossings are executed in accordance with Rule [4060].

2. *Centre Point Crossings*

Centre Point Crossings are executed in accordance with Rule [4060].

3. *Iceberg Orders*

Upon submission of Iceberg Orders into a Trading Platform, only the Disclosed Portion is ranked In Price/Time Priority. Any Undisclosed Portion retains price priority only. As further portions of the Iceberg Order become Disclosed Portions, they are ranked In Price/Time Priority.

4. *Centre Point Orders*

Centre Point Orders are ranked in time priority at the price for the Centre Point Order determined in accordance with the definitions of Centre Point Market Order and Centre Point Limit Order.

5. *Orders in the VolumeMatch Book*

Orders in the VolumeMatch Book are matched in time priority at a price predetermined by ASX in accordance with Rule [4205].

### Procedure 4032

For the purposes of Rule [4030] the exemption is Iceberg Orders, which are executed in accordance with Procedure [4030] paragraph 3.

### **Entry into Combinations**

#### Procedure 4052

No Procedures yet prescribed.

### **Crossings**

#### Procedure 4060

#### **PART A. CROSSINGS IN CASH MARKET PRODUCTS AND CASH ONLY COMBINATIONS**

Crossings in Cash Market Products and Cash Only Combinations may be effected in accordance with Part A of this Procedure as follows.

1. *Crossings during Open Session State*

Crossings during Open Session State may be effected as follows.

(a) *Crossings using Automated Order Processing*

A Crossing can be effected by matching in a Trading Platform a Bid or Offer entered or amended using Automated Order Processing with a pre-existing or simultaneously entered or amended Bid or Offer of the Trading Participant, if:

- (i) the Trading Participant has made the disclosure required under ASIC Market Integrity Rule 3.4;
- (ii) the Trading Participant has not pre-arranged the entry of the Bids or Offers; and
- (iii) the same Authorised Person does not enter both sides of the Crossing.

(b) *Crossings using pre-existing Bid or Offer in TradeMatch*

A Crossing can be effected by matching in a Trading Platform a Bid or Offer with a pre-existing Bid or Offer of the Trading Participant if the Trading Participant has not pre-arranged the entry of the Bids or Offers.

For Centre Point Orders, the Crossing is then executed in time priority. For all other Orders, the Crossing is then executed In Price/Time Priority.

(c) *Priority Crossings*

A "Priority Crossing" can be effected in respect of Cash Market Products or Cash Only Combination in a Trading Platform at the Crossing price, if:

- (i) the Trading Participant has an Order in the Trading Platform at the price at which the Trading Participant wants to Cross (i.e. the Trading Participant appears in the market); and
- (ii) there is a Crossing Market, or the Trading Participant creates a Crossing Market.

(d) *Execution of Priority Crossings by the Trading Platform*

The Trading Participant executes a Priority Crossing in a Cash Market Product or a Cash Only Combination as follows:

- (i) before the Priority Crossing Order can be executed at the Crossing price, all Bids and Offers in the Trading Platform at better prices are satisfied, as far as possible. The Trading Participant does not satisfy Bids and Offers at the same price, even if they would otherwise have time priority under these Rules;
- (ii) in the case of a Crossing of a Cash Only Combination, the net price at which the crossing sought to be transacted must be at or within the best current Bid and Offer for the Combination and at or within the market for the Combination, calculated by reference to the best current Bid and Offer (if any) for the component single Cash Market Products; and
- (iii) any remaining part of the Crossing Order is then crossed at the Crossing price under the appropriate condition code as set out below.

For the purposes of this paragraph (d):

- (iv) the Crossing in a Cash Market Product is effected by using the specific Priority Crossing function and is reported in conjunction with the Condition Code XT;
- (v) the Crossing in a Cash Only Combination is effected by using:
  - (A) the Combination Order entry function to satisfy all Bids and Offers in the Trading Platform at better prices for the Combination; and
  - (B) the Combination Trade Report Function to report the component single Cash Market Products for any remaining part of the Combination Crossing Order immediately following (v)(A) above and in conjunction with the Condition Code XTTM.

(e) *Centre Point Priority Crossings*

A Crossing of Centre Point Orders can be effected in respect of Cash Market Products as follows:

- (i) the Trading Participant requests a Crossing price which is the mid-point between the Bid and Offer for the relevant Cash Market Product as determined by ASX in accordance with the definition of a Centre Point Market Order;
- (ii) the Trading Participant may then Cross the Centre Point Orders at that Crossing price 30 seconds of the price being provided.

## 2. *Crossings during Open VMB Session State*

Crossings during Open VMB Session State may be effected in the VolumeMatch Book by a Bid or Offer being matched with a pre-existing Bid or Offer of the Trading Participant only if the Trading Participant has not pre-arranged the entry of the Bids or Offers. The Crossing is then effected in accordance with Rules [4200] to [4206].

## 3. *Crossings prior to commencement of Open Session State*

A Crossing may be effected up to 15 minutes prior to the commencement of the Open Session State at the beginning of any Trading Day and reported in accordance with Rule [3500] during the time set out in Procedure [3500] when:

- (a) an overseas resident client is involved in both sides of the transaction; or
- (b) an overseas resident client is involved in one side and the Trading Participant is acting as Principal on the other side of the transaction; and
- (c) a stock market maintained by a Recognised Stock Exchange either:
  - (i) in the overseas client's country of residence; or
  - (ii) if both sides of the transaction involve overseas resident clients, in the country of residence of one of those clients, is open for trading at that time.

## 4. *Crossings during overnight trading*

If a Trading Participant receives an instruction from a client to buy or sell Cash Market Products:

- (a) between 4:12PM and 5PM in the circumstances permitted by ASX under Procedure [3320]; and
- (b) between 5 PM on a Trading Day and 7 AM the next Trading Day;

the Trading Participant may effect a Crossing during those hours in respect of that instruction (the other side of the transaction being either as Principal or on behalf of another client whose instructions were received at any time) at the price:

- (a) if the Trading Participant is acting on behalf of two clients, negotiated on account of the clients; or
- (b) if the Trading Participant sells or buys the Cash Market Products as Principal, agreed between the client and the Trading Participant, and the Crossing must be reported in accordance with Rule [3500].

## **PART B. CROSSINGS IN DERIVATIVES MARKET PRODUCTS**

Crossings in Derivatives Market Products and Derivatives Combinations may be effected in accordance with Part B of this Procedure as follows.

### 1 *Crossing Orders in a single Contract Series*

A Trading Participant may effect a Crossing of Orders in a single Contract Series by using:

- (a) the Cross Single Series Function; or
- (b) the Cross with TradeMatch Function.

## 2. *Cross Single Series Function*

A Trading Participant may only effect a Crossing of Orders in a single Contract Series using the Cross Single Series Function in TradeMatch if:

- (a) the price at which the Crossing is sought to be transacted is at or within the Established Market (if any) and at or within the best current Bid and Offer for the single Contract Series after initiating the Crossing in accordance with the Procedures and waiting the period set out in the Procedures;
- (b) the Trading Participant first offers to sell and then buy (or to buy and then sell) 50% of the number of contracts which the Trading Participant wishes to cross and enters into any Derivatives Market Transactions arising from acceptance of those offers to sell and buy; and
- (c) the Crossing is transacted in accordance with the Procedures.

The Cross Single Series Function, which is used to effect a crossing of orders in a single Contract Series, operates as follows:

- (d) The Trading Participant enters a Crossing Quote Request specifying the Contract Series code.
- (e) A Quote Request for the total quantity sought to be crossed is automatically sent to Market Makers in the Contract Series or, if there is no obligated Market Maker, to all Trading Participants. The Trading Participant may proceed with the Crossing once there is an Established Market (i.e. bid and offer from a Market Maker meeting the minimum quantity and maximum spread requirements) in the Contract Series or 30 seconds from making the Crossing Quote Request, whichever is the earlier. The price entered must be at or within the Established Market and the best current bid and offer for the Series.
- (f) The Trading Participant enters a bid (or offer) into TradeMatch for one half of the quantity for a minimum period of 15 seconds immediately followed by an offer (or bid) for one half of the quantity for a minimum period of 15 seconds.
- (g) The Trading Participant may remove from the TradeMatch any untraded balance of the bid or offers not matched during the 15 seconds provided for each in turn.
- (h) The Trading Participant may then effect a Crossing at the price specified under 2 above of any part of the original quantity that has not traded under 3 above within 20 seconds of 4 above.
- (i) The Trading Participant must report the Crossing within 20 seconds of 5 above.

## 3. *Cross with TradeMatch Function*

A Trading Participant may only effect a Crossing of Orders in a single Contract Series using the Cross with TradeMatch Function in TradeMatch if:

- (a) one of the Orders sought to be crossed has been in TradeMatch for the period set out below; and
- (b) the Crossing is transacted in accordance with the procedure set out below.

It is expected that the Cross with TradeMatch Function will be used in circumstances where a Trading Participant has orders for a single Contract Series in TradeMatch and wishes to cross a subsequent order for the same Contract Series against TradeMatch without losing priority for the balance of the initial orders.

The Cross with TradeMatch Function operates as follows:

- (c) A Trading Participant is not permitted to use the Cross with TradeMatch Function unless the order with which the Trading Participant wishes to cross has been in TradeMatch for at least 60 seconds.

An order in a Futures Series over a commodity in Schedule 6 Part 2 that has been prescribed by ASX may be crossed as an effective Crossing at any time after the Order has been in TradeMatch for 60 seconds. Steps (d) to (g) below do not apply to such a Crossing. On entering the Crossing Order the Trading Participant must specify the quantity, the price and the intention to buy or sell.

- (d) The Trading Participant enters a “Cross with Book” Quote Request specifying the Contract Series code.
- (e) A Quote Request for the total quantity sought to be crossed is automatically sent to Market Makers in the Contract Series or, if there is no obligated Market Maker, to all Trading Participants. The Trading Participant may proceed with the Crossing once there is an Established Market (i.e. bid and offer from a Market Maker meeting the minimum quantity and maximum spread requirements) in the Contract Series or 30 seconds from making the Crossing Quote Request, whichever is the earlier.
- (f) The Trading Participant enters the “Cross with Book” command specifying the quantity, the price and the intention to buy or sell.
- (g) The Trading Platform will transact the Cross with Book order against other orders in TradeMatch In Price/Time Priority:

Example 1: Cross with TradeMatch (Futures over a commodity)

TradeMatch is:

Bid			Ask		
Par	Qty	Prc	Prc	Qty	Par
999	20	16	18	100	111 order 1
			18	100	222 order 2
			18	100	444 order 3

Trading Participant 111 enters a “Cross with Book” command to buy 100 @ 18.

The following trades result:-

trade-1, 100 @ 18 from order 1 (Crossed)

Example 2: Cross with TradeMatch (Orders Ahead of Crossing) (Futures over a commodity)

TradeMatch is:

Bid			Ask		
Par	Qty	Prc	Prc	Qty	Par
999	20	16	18	20	222 order 1
			18	100	111 order 2

			18	100	999 order 3
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Trading Participant 111 enters a “Cross with Book” command to buy 100 @ 18.

The following trades result:-

trade-1, 20 @ 18 from order 1, Broker 222.

trade-2, 80 @ 18 from order 2, (Crossed) leaving balance of 20 @18 to sell.

Example 3: Cross with TradeMatch (Multiple orders) (Futures over a commodity)

TradeMatch is:

Bid			Ask		
Par	Qty	Prc	Prc	Qty	Par
999	20	16	18	120	111 order 1
			18	10	222 order 2
			18	40	111 order 3
			18	20	999 order 4

Trading Participant 111 enters a “Cross with Book” command to buy 100 @ 18.

The following trades result:-

trade-1, 100 @ 18 from order 1 (Crossed) leaving balance of 20 @18 to sell

Example 4A: Cross with TradeMatch (multiple price levels) (Futures over a commodity)

TradeMatch is:

Bid			Ask		
Par	Qty	Prc	Prc	Qty	Par
999	20	16	17	10	555 order 1
			18	100	111 order 2
			18	100	222 order 3
			18	100	444 order 4

Broker 111 enters a Cross with Book command to buy 100 @ 18.

The following trades result:-

trade-1, 10 @ 17 from order 1



new price level, remaining quantity 90,

trade-1, 90 @ 18 from order 2 (Crossed)

4. *Crossing of Derivatives Only Combinations that are Standard Combinations in TradeMatch*

A Trading Participant may only effect a Crossing of Orders for a Standard Combination in TradeMatch if:

- (a) the Trading Participant issues a Quote Request for the Standard Combination;
- (b) the net price at which the Crossing is sought to be transacted is at or within the best current Bid and Offer for the Standard Combination and at or within the market for the combination, calculated by reference to the best current Bid and Offer (if any) for the component single Contract Series after issuing the Quote Request and waiting the period set out in the Procedures;
- (c) the Trading Participant first offers to sell and then buy (or to buy and then sell) 50% of the combination which the Trading Participant wishes to cross and enters into any Derivatives Market Transactions arising from acceptance of those offers to sell and buy; and
- (d) the Crossing is transacted in accordance the procedure set out below.

A Crossing of orders for Standard Combinations is effected as follows:

- (e) The Trading Participant issues a Quote Request for the total quantity sought to be crossed for the Standard Combination.
- (f) The Trading Participant may proceed with the Crossing 30 seconds after making the Quote Request, whether or not TradeMatch contains a bid and an offer meeting the minimum quantity and maximum spread requirements for the Standard Combination. If after this period TradeMatch does contain a bid and an offer meeting the minimum quantity and maximum spread requirements, the price entered must be at or within this market and at or within the best current bid and offer for the component Contract Series.
- (g) The Trading Participant must enter a bid (or offer) into TradeMatch for one half of the quantity for a minimum period of 15 seconds immediately followed by a offer (or bid) for one half of the quantity for a minimum period of 15 seconds.
- (h) The Trading Participant may remove from TradeMatch any untraded balance of the bids or offers not matched during the 15 seconds provided for each in turn after the relevant 15 second period.
- (i) The Trading Participant may then effect a Crossing at the price specified under (f) above of any part of the original quantity that has not traded under (h) above within 20 seconds of removing any untraded balance under (h) above.
- (j) The Trading Participant must report the Crossing immediately following (i) above.

5. *Crossing of other Derivatives Only Combinations*

A Trading Participant may only effect a Crossing of Orders for a Derivative Only Combination which is not a Standard Combination in TradeMatch or in the Bulletin Board if:

- (a) the Trading Participant issues Quote Requests for the component single Contract Series;
- (b) the net price at which the Crossing is sought to be transacted is at or within the best current Bid and Offer for the combination and at or within the market for the combination, calculated by reference to the best current Bid and Offer (if any) for the component single Contract Series after issuing Quote Requests under (a) and waiting the period set out below;
- (c) the Trading Participant enters an Order in TradeMatch or in the Bulletin Board (as applicable) to sell and then buy (or to buy and then sell) 50% of the combination

- which the Trading Participant wishes to cross and enters into any Derivatives Market Transactions arising from acceptance of those offers to sell and buy; and
- (d) the Crossing is transacted in accordance with the procedure set out below.

A Crossing of Orders for a Derivatives Only Combination, which is not a Standard Combination, in TradeMatch or Bulletin Board (as applicable) is effected as follows:

- (e) The Trading Participant issues Quote Requests for the total quantity sought to be crossed for each single Contract Series of which the Derivatives Only Combination is comprised.
- (f) The Trading Participant may proceed with the Crossing in TradeMatch or the Bulletin Board (as applicable) 30 seconds from making the relevant Quote Requests, whether or not TradeMatch contains a bid and an offer meeting the minimum quantity and maximum spread requirements for each single Contract Series in the Derivatives Only Combination. The net price for the Derivatives Only Combination must be at or within the market in the Derivatives Only Combination, and at or within the market for the Derivatives Only Combination, as calculated by reference to the best current bid and offer (if any) for each single Contract Series of which the Derivatives Only Combination is comprised.
- (g) The Trading Participant must enter a bid (or offer) into TradeMatch or into the Bulletin Board (as applicable) for one half of the quantity for a minimum period of 15 seconds immediately followed by an opposing order (with single Contract Series bids and offers reversed and the net price credit/debit reversed) for one half of the quantity for a minimum period of 15 seconds.
- (h) Any untraded balance of the Derivatives Only Combination not matched during the 15 seconds provided for each in turn, may be removed from TradeMatch or the Bulletin Board (as applicable) after the relevant 15 second period.
- (i) The Trading Participant may then effect a Crossing at the price specified under (f) above of any part of the original quantity that has not traded under (g) above within 20 seconds of removing the untraded balance under (h) above.
- (j) The Trading Participant must report the Crossings of each single Contract Series of which the non-standard Derivatives Only Combination is comprised immediately following (i) above.

## 6. *Crossing of Derivative/Cash Combinations*

A Trading Participant may only effect a Crossing of Orders for a Derivative/Cash Combination in TradeMatch or in the Bulletin Board if:

- (a) the relevant client (or clients in the case of a Crossing referred to in paragraph (a) of the definition of "Crossing") for each component Market Transaction is (or are) the same;
- (b) the Trading Participant issues Quote Requests for the component single Contract Series;
- (c) the net price at which the Crossing is sought to be transacted is at or within the best current Bid and Offer for the combination and at or within the market for the combination, calculated by reference to:
- (i) the best current Bid and Offer (if any) for the component single Contract Series after issuing Quote Requests for those Contract Series and waiting the period set out below; and
- (ii) the then current Bid and Offer for the component Cash Market Products as displayed in a Trading Platform ;
- (d) the Trading Participant enters an Order in TradeMatch or the Bulletin Board (as applicable) to sell and then to buy (or to buy and then sell) 50% of the Combination which the Trading Participant wishes to cross; and
- (e) the Crossing is transacted in accordance with the procedure set out below.

A Crossing of Orders for a Derivative/Cash Combination in TradeMatch or the Bulletin Board (as applicable) may be effected as follows:

- (f) The Trading Participant issues Quote Requests for the total quantity sought to be crossed for each single Contract Series in the Derivative/Cash Combination.
- (g) The Trading Participant may proceed with the Crossing in TradeMatch or the Bulletin Board (as applicable) 30 seconds from making the relevant Quote Requests, whether or not TradeMatch contains a bid or an offer meeting the minimum quantity and maximum spread requirements for each single Contract Series in the Derivative/Cash Combination. The net price of the Derivative/Cash Combination must be at or within the market for the Derivative/Cash Combination, and at or within the market for the Derivative/Cash Combination as calculated by reference to the highest bid and lowest offer in the market (if any) for the Contract Series and the then current bid and offer for the transaction in the Cash Market Product as displayed in the Trading Platform.
- (h) The Trading Participant must enter a bid (or offer) in TradeMatch or in the Bulletin Board (as applicable) for one half of the quantity for a minimum period of 15 seconds immediately followed by a offer (or bid) for one half of the quantity for a minimum period of 15 seconds.
- (i) Any untraded balance of the Derivative/Cash Combination not matched during the 15 seconds provided for each in turn, may be removed from TradeMatch or the Bulletin Board (as applicable) after the relevant 15 second period.
- (j) The Trading Participant may then effect a Crossing at the price specified under (g) and (h) above, of any part of the original quantity that has not traded under (i) above within 20 seconds of removing the untraded balance under (i) above.
- (k) The Trading Participant must report the Crossing of the Derivative/Cash Combination's Contract Series and Cash Market Product component immediately following (j) above.

## 7. *Crossing of Cross Market Combinations*

A Trading Participant may only effect a Crossing of Orders for a Cross-Market Combination in TradeMatch or in the Bulletin Board if:

- (a) the relevant client (or clients in the case of a Crossing referred to in paragraph (a) of the definition of "Crossing") for the transaction in the Non ASX Contracts and the Market Transactions is (or are) the same;
- (b) the Trading Participant issues Quote Requests for the component single Contract Series and where applicable the Non-ASX Contract comprising the Cross-Market Combination;
- (c) the net price at which the Crossing is sought to be transacted is at or within the best current Bid and Offer for the Cross-Market Combination and at or within the market for the Cross-Market Combination, calculated by reference to:
  - (i) the best current Bid and Offer (if any) for the component single Contract Series after issuing Quote Requests for those Contract Series and waiting the period prescribed by ASX; and
  - (ii) the then current Bid and Offer for the Non-ASX Contracts as displayed in the relevant trading system prescribed by ASX;
- (d) the Trading Participant enters an Order in TradeMatch or the Bulletin Board (as applicable) to sell and then to buy (or to buy and then sell) 50% of the Cross-Market Combination which the Trading Participant wishes to cross;
- (e) the Trading Participant complies with any operating rules and other requirements of the relevant Non-ASX Market applicable to Cross-Market Combinations in relation to the transaction in the Non-ASX Contract; and
- (f) the Crossing is transacted in accordance with any requirements prescribed by ASX.

## 8 *Reporting to ASX*

The Trading Participant must report a Crossing under Rule [3500] and must report each component Market Transaction pursuant to Rule [3500] simultaneously. In relation to a Cross-Market Combination the transaction in each Non-ASX Contract and each Market Transaction must be reported to ASX and the Non-ASX Market simultaneously.

#### 9. *Crossings using Automated Order Processing*

A Crossing can be effected by matching in a Trading Platform a Bid or Offer entered or amended using Automated Order Processing with a pre-existing or simultaneously entered or amended Bid or Offer of the Trading Participant, if:

- (a) the Trading Participant has made the disclosure required under ASIC Market Integrity Rule 3.4;
- (b) the Trading Participant has not pre-arranged the entry of the Bids or Offers; and
- (c) the same Authorised Person does not enter both sides of the Crossing.

#### 10. *Restrictions on Crossings of Derivatives Market Products*

- (a) A Trading Participant must not commence a Crossing in any single Contract Series or Combination until any previous Crossing by that Trading Participant in that Contract Series or Combination has been effected.
- (b) A Trading Participant may effect a Crossing (even though it is not a Special Crossing) within the period after Trading Close referred to in Rule [3431], provided that the Trading Participant complies with Rule [3431]. If the Trading Participant obtains a market quote from Market Makers contacted under the Procedure to Rule [3431], the Crossing must be effected within the market established by those quotes.

### **Removal or retention of Orders at end of day**

#### Procedure 4070

Unless otherwise determined by ASX:

- (a) all unmatched Orders in respect of Cash Market Transactions in TradeMatch at the end of each Trading Day will be carried over to the next Trading Day, with the exception of the following Orders which are purged by ASX at 18:40pm:
  - (i) Orders which are more than 60% away from the best Bid and Offer, with a price threshold of 20 cents;
  - (ii) Orders with validity set to 'Day' and 'Exp';
  - (iii) Orders for a Cash Market Product which is the subject of a corporate action (eg ex dividend);
  - (iv) Orders for a Cash Market Product that has been de-listed intra-day;
  - (v) Orders that are centrally inactivated as a result of entering a particular session state (e.g. suspend).
- (b) all unmatched Orders in respect of Derivatives Market Transactions in TradeMatch will be removed at the end of each Trading Day;
- (c) all unmatched Orders in respect of Combinations in TradeMatch will be removed at the end of each Trading Day;
- (d) all items in the Bulletin Board will be removed at the end of each Trading Day;
- (e) all unmatched Orders in the VolumeMatch Book will be removed after participating in one Session State in the VolumeMatch Book or when the value of the Order is less than the minimum size for trades in accordance with Rule [4201].
- (f) all unmatched Centre Point Orders will be removed at the end of each Trading Day.

### **TradeMatch**

#### **Combinations**

## Procedure 4110

For the purpose of Rule [4110], Standard Combinations must:

- (a) Consist of two component Contract Series or two component Cash Market Products of which the buy component(s) and/or the sell component(s) will be stipulated by ASX in prescribing the Standard Combination;
- (b) Be one of the prescribed strategies listed in the procedure for Rule [4503] that consists of two components; and
- (c) Be in a ratio of 1:1 calculated by using the integer in the ratio field against each component of the combination, dividing the smallest number into the largest number.

## Procedure 4111

### 1. *Tailor-Made Combination Specifications*

For the purpose of Rule [4111] a Tailor-Made Combination must:

- (a) Meet the requirements for either a Derivatives Only Combination, a Derivatives/Cash Combination or a Cash Only Combination listed in the Procedure for Rule [4503]; and
- (b) Each component of a Tailor-Made Combination must have the same contract size/price quotation factor. Note: In respect of a Derivatives/Cash Combination the contract size/price quotation factor of the Cash Market Product component must be scaled up to be the same number as the contract size/price quotation factor of the Derivative Contract components.  
Note: only those Trading Participants appropriately authorised to trade each of the component Financial Products of a Tailor-Made Combination may specify and trade the Derivative/Cash Combination.

### 2. *Creation of Tailor-Made Combinations*

For the purposes of Rule [4111], in creating a Tailor-Made Combination, a Trading Participant must:

- (a) Specify for each component of the Combination:
  - (i) Contract Series and/or Cash Market Product;
  - (ii) intention to buy or sell and whether this will be the result of buy/bid or sell/ask for the Combination; and
  - (ii) ratio (i.e. the quantity to be entered into the ratio field for each component reduced to the lowest common factor. Note: In respect of a Derivatives/Cash Combination the contract size/price quotation factor of the Cash Market Product component must be scaled up to be the same number as the contract size/price quotation factor of the Derivative Contract components);
- (b) Apply the following convention to define whether the intention to buy or sell for each component specified in 1(b) will be the result when entering a buy/bid or sell/ask order for the Combination:
  - (i) where the net price of a Tailor-Made Combination being created, involves a net debit/paying specify the intention to buy or sell each component as the result when buying/bidding the Tailor-Made Combination;
  - (ii) where the net price of a Tailor-Made Combination being created involves a net credit/receiving specify the intention to buy or sell each component as the result when selling/asking the Tailor-Made Combination.

Note: the CLICK XT Trader Workstation will apply the above convention automatically based on the specified net Limit Price to be paid or received.

<b>Example A:</b>	Contract Series XXX 1500 Call	Market Price = 55.0
	Contract Series YYY 1600 Call	Market Price = 20.0

- Derivatives Only TMC to Buy 1 Contract Series XXX 1500 Call and Sell 1 Contract Series YYY 1600 Call would involve a net debit price (Buy 1 @ 55.0 + Sell 1 @ 20.0 = 35.0 net debit/paying) and therefore when creating the Tailor-Made Combination the intention to Buy 1 Contract Series XXX 1500 Call and Sell 1 Contract Series YYY 1600 Call must be specified as the result when entering a buy/bid order for the TMC, conversely the inverse (Sell 1 Contract Series XXX 1500 Call and Buy 1 Contract Series YYY 1600 Call ) would be the result when entering a sell/ask order for the TMC.
- Derivatives Only TMC to Sell 1 Contract Series XXX 1500 Call and Buy 1 Contract Series YYY 1600 Call would involve a net credit price (Sell 1 @ 55.0 + Buy 1 @ 20.0 = 35.0 net credit/receiving) and therefore when creating the Tailor-Made Combination the intention to Sell 1 Contract Series XXX 1500 Call and Buy 1 Contract Series YYY 1600 Call must be specified as the result when entering a sell/ask order for the TMC, conversely the inverse (Buy 1 Contract Series XXX 1500 Call and Sell 1 Contract Series YYY 1600 Call) would be the result when entering a buy/bid order the TMC.

<b>Example B:</b>	Cash Market Product XXX	Market Price = 3455.0
	Cash Market Product YYY	Market Price = 3420.0

- Cash Only TMC to Buy 1 Cash Market Product XXX and Sell 1 Cash Market Product YYY would involve a net debit price (Buy 1 @ 3455.0+ Sell 1 @ 3420.0 = 35.0 net debit/paying) and therefore when creating the Tailor-Made Combination the intention to Buy 1 Cash Market Product XXX and Sell 1 Cash Market Product YYY must be specified as the result when entering a buy/bid order for the TMC, conversely the inverse (Sell 1 Cash Market Product XXX and Buy 1 Cash Market Product YYY) would be the result when entering a sell/ask order for the TMC.
- Cash Only TMC to Sell 1 Cash Market Product XXX and Buy 1 Cash Market Product YYY would involve a net credit price (Sell 1 @ 3455.0 + Buy 1 @ 3420.0 = 35.0 net credit/receiving) and therefore when creating the Tailor-Made Combination the intention to Sell 1 Cash Market Product XXX and Buy 1 Cash Market Product YYY must be specified as the result when entering a sell/ask order for the TMC, conversely the inverse (Buy 1 Cash Market Product XXX and Sell 1 Cash Market Product YYY) would be the result when entering a buy/bid order the TMC.

### 3. *Excessive number of Tailor-Made Combinations*

For the purpose of Rule [4111](d), the guidelines concerning an excessive number of Tailor-Made Combinations are designed to minimise adverse impact on the system and to spread the Tailor-Made Combination finite capacity across all users (avoiding one or a few Trading Participants taking up all the capacity at the expense of the other Trading Participants). Market Control will apply the following guidelines when assessing whether the number of Tailor-Made Combinations specified by a Trading Participant or in aggregate by all Trading Participants is excessive.

#### (a) Aggregate by Trading Participants

The aggregate number of Tailor-Made Combinations specified by all Trading Participants exceeds 80% of the system limit for the maximum aggregate number of Tailor Made Combinations possible at any one time (note: default setting 4000 or otherwise as notified by Market Control market message prior to commencement of trading on any given trading day).

When the aggregate number of derived orders in any 30 second interval exceeds 4000 (or otherwise the number as notified by Market Control market message prior to commencement of trading on any given day) and dissemination of derived order information has been automatically restricted to best bid / ask prices only.

(b) Individual Trading Participants

The ratio of Tailor-Made Combinations created by a Trading Participant to the number of these Tailor-Made Combinations traded by the Trading Participant exceeds 20/1.

The number of Tailor-Made Combinations created by a Trading Participant in any 10 second interval exceeds 4.

Where a Trading Participant has created a Tailor-Made Combination without immediately proceeding to enter an order for the Tailor-Made Combination.

The number of Tailor-Made Combinations created by a Trading Participant exceeds the system limit for the maximum aggregate number of Tailor-Made Combinations allowed at any one time divided by the number of active Trading Participants.

ASX may also remove previously specified Tailor-Made Combinations throughout a Trading day as determined by:

- (i) The aggregate number of Tailor-Made Combinations without existing orders and/or;
- (ii) The aggregate number of Tailor-Made Combinations with orders and the extent to which the orders are away from the prevailing market as determined by comparing the net price limit to the net price calculated by applying the applicable market maker maximum spread to the mid point of the best bid ask prices in each component Contract Series and/or Cash Market Product.

Procedure 4112

For the purpose of Rule [4112] the guidelines are the same as those set out in Procedure [4111].

## **VolumeMatch**

Procedure 4201

For the purposes of Rule [4201]:

- (a) \$1,000,000 is the minimum size for Cash Market Products that may be entered into the VolumeMatch Book; and
- (b) an Order to be matched in the VolumeMatch Book the resulting trade must be a minimum size of \$500,000.

Procedure 4203

For the purpose of Rule [4203], see Appendix [4013].

Procedure 4205

For the purposes of Rule [4205] the predetermined VolumeMatch price for a Cash Market Product in the VolumeMatch Book will only be calculated if the following preconditions are met:

- (a) A Bid and an Offer must exist in TradeMatch for the Cash Market Product; and
- (b) The Priority Bid price must be lower than the Priority Offer price.

If these conditions are met the predetermined VolumeMatch price will be calculated as follows:

- (c) Where a Bid and Offer exists but no last price exists, the predetermined VolumeMatch price is calculated as  $((\text{Priority Bid price} + \text{Priority Offer price}) / 2)$  rounded to the nearest Price Step applicable to the Cash Market Product.
- (d) Where a Bid and Offer exists and the last price is at or within the Priority Bid and Priority Offer prices, the predetermined VolumeMatch price is the last price.
- (e) Where a Bid and Offer exists and the last price is lower than the Priority Bid price, the predetermined VolumeMatch price is the Priority Bid price.
- (f) Where a Bid and Offer exists and the last price is higher than the Priority Offer price, the predetermined VolumeMatch price is the Priority Offer price.

### Procedure 4206

For the purpose of Rule [4206](e) and [4206](f) exceptions are limited to the compliance, risk, surveillance and IT Employees who reasonably require knowledge and access to both client and Non-Client activities to adequately perform their duties.

## **Bulletin Board**

### Procedure 4501

For the purposes of Rule [4501], a Trading Participant must advertise interest in trading on the Bulletin Board in the following manner: (Note:- 'MANDATORY' means the information must be provided, 'OPTIONAL' means the information may be provided):

1. Advertising interest in trading single Contract Series, Cash Market Products, Standard Combinations and/or Tailor-Made Combinations in the Bulletin Board:
 

(a)	Contract Series or Cash Market Product or Standard Combination or Tailor-Made Combination	MANDATORY
(b)	intention to buy or sell;	MANDATORY
(c)	contact phone number;	MANDATORY
(d)	quantity;	MANDATORY
(e)	Price (net price in respect of a Combination).	OPTIONAL
  
2. Advertising interest in trading Combinations not designated as either Standard or Tailor Made Combinations in the Bulletin Board
 

(a)	for each component Contract Series and/or Cash Market Product in the Combination, the ratio and intention to buy or sell;	MANDATORY
(b)	Contact phone number;	MANDATORY
(c)	quantity;	MANDATORY
(d)	net price.	OPTIONAL

### Procedure 4503

## **PART A STRATEGIES FOR COMBINATIONS**

### **Derivatives Only Combinations**



For the purpose of Rule [4503] a Derivatives Only Combination must:

1. Where a prescribed strategy permits, consist of at least two and up to four component Series;
2. Be one of the prescribed strategies listed in the table below;
3. Where a prescribed strategy permits, be in a ratio of up to 4:1 i.e. calculated by using the integer in the ratio field against each component of the Combination dividing the smallest number into the largest number; and
4. Not have the number of Futures Series transacted exceed the number of Option Contracts transacted.

<b>PRESCRIBED STRATEGIES – DERIVATIVES ONLY COMBINATIONS (OPTIONS)</b>	
<b>Name of Strategy</b>	<b>Description of Strategy</b>
Spread	Market Transactions for the Taking and Writing of Options (either all Calls or all Puts), in the same Class with a ratio between the components of 1 to 1. Each Option must be over the same number of Underlying Financial Products.
Straddle	Market Transactions for the Taking of a Put Option and a Call Option, or the Writing of a Put and a Call Option, in the same Class. Each Option must have the same Exercise Price and Expiry Date and be over the same number of Underlying Financial Products.
Strangle	Market Transactions for the Taking of a Put Option and a Call Option, or the Writing of a Put and a Call Option, in the same Class. Each Option must have different Exercise Prices, the same Expiry Date and be over the same number of Underlying Financial Products.
Synthetic stock transaction	Market Transactions for the Taking of a Call Option and Writing of a Put Option, or the Writing of a Call Option and Taking of a Put Option, in the same Class. Each Option must have the same Exercise Price and Expiry Date and be over the same number of Underlying Financial Products.
Butterfly	Market Transactions for the Writing (Taking) of two identical Options, together with the Taking (Writing) of one other Option with a higher Exercise Price and one other Option with a lower exercise price of which the strike intervals from the Exercise Price of the two identical Options written (taken) is the same. All of the Options must be of the same type (Call or Put), be in the same Class and have the same Expiry Date and each Option must be over the same number of Underlying Financial Products.

<b>PRESCRIBED STRATEGIES – DERIVATIVES ONLY COMBINATIONS (OPTIONS)</b>	
<b>Name of Strategy</b>	<b>Description of Strategy</b>
Box Spread	Market Transactions for the Taking of a Call Option and the Writing of a Put Option at one Exercise Price and the Writing of a Call Option and the Taking of a Put Option at a different Exercise Price. All four Options must be in the same Class, have the same Expiry Date and each Option must be over the same number of Underlying Financial Products.
Collar	Market Transactions for the Taking of a Put Option and the Writing of a Call Option or the Writing of a Put Option and the Taking of a Call Option, both being out-of-the money Options in the same Class. Each Option must be over the same number of Underlying Financial Products.
Ratio Spreads	Market Transactions for the Taking and Writing of Options, being either all Calls or all Puts in two different Series in the same Class, with a ratio between the component Contract Series that does not exceed 4:1.
Delta Neutral Combination	Market Transactions consisting of no more than four different Option Series in the same Class where the total delta (equivalent stock position) on the long (i.e. positive) side and the total delta on the short (i.e. negative) side of the transactions are neutral (i.e. the net delta of the transactions must be within 10% of the value determined by ASX, (delta long) + (delta short) equals $0 \pm 0.1$ ) and the ratio between the component Series does not exceed 4:1.
Roll	Market Transactions in Option Series for the simultaneous: <ul style="list-style-type: none"> <li>(a) closing of an existing open position executed as a 1 : 1 spread, straddle, strangle, collar or two-legged ratio spread; and</li> <li>(b) the opening of a new position for the same account in the same strategy (or similar strategy in the case of straddles and strangles), ratio and with the same number of component Option Series.</li> </ul>
Call spread/put	Market Transactions for the: <ul style="list-style-type: none"> <li>(a) Taking of a Call Option and Writing of a Call Option (the first at the lower Exercise Price and the second at a higher Exercise Price) and Writing of a Put Option; or</li> <li>(b) Writing of a Call Option and Taking of a Call Option (the first at the lower Exercise Price and the second at a higher Exercise Price) and Taking of a Put Option.</li> <li>(c) Each Option must be over the same number of Underlying Financial Products (i.e. on a 1:1 ratio) and must have the same Expiry Date.</li> </ul>

<b>PRESCRIBED STRATEGIES - DERIVATIVES ONLY COMBINATIONS (FUTURES)</b>	
<b>Name of Strategy</b>	<b>Description of Strategy</b>
Futures Spread	Market Transactions for the purchase of a Futures Market Contract and sale of another Futures Market Contract (ratio of 1 to 1). Each Futures Market Contract must have the same contract size/price quotation factor and be over the same Underlying Financial Products.
Electricity Futures Spread	Market Transactions for the purchase or sale of at least 2 and up to 3 quarterly Futures Market Contracts (ratio of 1 to 1). Each Futures Market Contract must be over the same Underlying Commodity (i.e. Electricity Futures Only – Peak or Off-Peak exposure for a particular region).
Peak or Off-Peak Electricity Futures Calendar Year Strip	<p>Buying strategy: Market Transactions for the purchase of 4 consecutive quarterly Futures Market Contracts constituting a calendar year over the same Underlying Commodity (i.e., Electricity Futures Only – Jan - Dec, Peak or Off-Peak exposure for a particular region).</p> <p>Selling strategy: Market Transactions for the sale of 4 consecutive quarterly Futures Market Contracts constituting a calendar year over the same Underlying Commodity (i.e., Electricity Futures Only – Jan - Dec, Peak or Off-Peak exposure for a particular region).</p>
Peak or Off-Peak Electricity Futures Financial Year Strip	<p>Buying strategy: Market Transactions for the purchase of 4 consecutive quarterly Futures Market Contracts constituting a financial year over the same Underlying Commodity (i.e., Electricity Futures Only – July 1 - June 30, Peak or Off-Peak exposure for a particular region).</p> <p>Selling strategy: Market Transactions for the sale of 4 consecutive quarterly Futures Market Contracts constituting a financial year over the same Underlying Commodity (i.e., Electricity Futures Only – July 1 - June 30, Peak or Off-Peak exposure for a particular region).</p>

**PRESCRIBED STRATEGIES - DERIVATIVES ONLY COMBINATIONS (FUTURES)**

<b>Name of Strategy</b>	<b>Description of Strategy</b>
<p>Flat Calendar Year Electricity Futures Strip</p>	<p>Buying strategy: Market Transactions for the simultaneous purchase of 8 Futures Market contracts over the same region being:</p> <ul style="list-style-type: none"> <li>(a) 4 consecutive quarterly Peak Futures Market Contracts constituting a calendar year (i.e., Electricity Futures Only – Jan - Dec, Peak exposure for a particular region); and</li> <li>(b) 4 consecutive quarterly Off-Peak Futures Market Contracts constituting the same calendar year (i.e., Electricity Futures Only – Jan - Dec, Off Peak exposure for the same region).</li> </ul> <p>Selling strategy: Market Transactions for the simultaneous sale of 8 Futures Market Contracts over the same region being:</p> <ul style="list-style-type: none"> <li>(a) 4 consecutive quarterly Peak Futures Market Contracts constituting a calendar year (i.e., Electricity Futures Only – Jan - Dec, Peak exposure for a particular region); and</li> <li>(b) 4 consecutive quarterly Off-Peak Futures Market Contracts constituting the same calendar year (i.e., Electricity Futures Only – Jan - Dec, Off-Peak exposure for the same region).</li> </ul>

**PRESCRIBED STRATEGIES - DERIVATIVES ONLY COMBINATIONS (FUTURES)**

<b>Name of Strategy</b>	<b>Description of Strategy</b>
<p>Flat Financial Year Electricity Futures Strip</p>	<p>Buying strategy: Market Transactions for the simultaneous purchase of 8 Futures Market Contracts over the same region being:</p> <ul style="list-style-type: none"> <li>(a) 4 consecutive quarterly Peak Futures Market Contracts constituting a financial year (i.e., Electricity Futures Only – July 1 - June 30, Peak exposure for a particular region); and</li> <li>(b) 4 consecutive quarterly Off-Peak Futures Market Contracts constituting the same financial year (i.e., Electricity Futures Only – July 1 - June 30, Off-Peak exposure for the same region).</li> </ul> <p>Selling strategy: Market Transactions for the simultaneous sale of 8 Futures Market Contracts over the same region being:</p> <ul style="list-style-type: none"> <li>(a) 4 consecutive quarterly Peak Futures Market Contracts constituting a financial year (i.e., Electricity Futures Only – July 1 - June 30, Peak exposure for a particular region); and</li> <li>(b) 4 consecutive quarterly Off-Peak Futures Market Contracts constituting the same financial year (i.e., Electricity Futures Only – July 1 - June 30, Off-Peak exposure for the same region).</li> </ul>
<p>Flat Quarterly Electricity Futures Strip</p>	<p>Buying strategy: Market Transactions for the simultaneous purchase of 2 Futures Market Contracts for the same region, being 1 Peak Futures Market Contract for a specified quarter PLUS 1 Off-Peak Futures Market Contract for the same quarter (i.e., Electricity Futures Only - Jan ,0Y Peak NSW Region and Jan ,0Y Off-Peak NSW Region)</p> <p>Selling strategy: Market Transactions for the simultaneous sale of 2 Futures Market Contracts for the same region, being 1 Peak Futures Market Contract for a specified quarter PLUS 1 Off-Peak Futures Market Contract for the same quarter (i.e., Electricity Futures Only - Jan '0Y Peak NSW Region and Jan '0Y Off-Peak NSW Region).</p>

<b>PRESCRIBED STRATEGIES – DERIVATIVES ONLY COMBINATIONS (Options and Futures)</b>	
<b>Name of Strategy</b>	<b>Description of Strategy</b>
Futures/Options Buy Write/Take	<p>(a) Market Transactions for the purchase of a Futures Market Contract together with a transaction in a Derivatives Market Contract for the writing of a Call Option (ratio of 1 to 1) with the same contract size/price quotation factor and over the same Underlying Financial Product; or</p> <p>(b) Market Transactions for the purchase of a Futures Market Contract together with a transaction in a Derivatives Market Contract for the taking of a Put Option (ratio of 1 to 1) with the same contract size/price quotation factor and over the same Underlying Financial Product.</p>
Futures/Options Sell Take/Write	<p>(a) Market Transactions for the sale of a Futures Market Contract together with a transaction in a Derivatives Market Contract for the taking of a Call Option (ratio of 1 to 1) with the same contract size/price quotation factor and over the same Underlying Financial Product; or</p> <p>(b) Market Transaction for the sale of a Futures Market Contract together with a transaction in a Derivatives Market Contract for the writing of a Put Option (ratio of 1 to 1) with the same contract size/price quotation factor and over the same Underlying Financial Product.</p>
Futures/Options Ratio	<p>(a) Market Transactions for the purchase of a Futures Market Contract together with a transaction in a Derivatives Market Contract for the writing of a Call Option or taking of a Put Option over the same Underlying Financial Product, and where the number of Options is no greater than four times the number of Futures purchased (max 1:4 ratio); or</p> <p>(b) Market Transactions for the sale of a Futures Market Contract together with a transaction in a Derivatives Market Contract for the taking of a Call Option or writing of a Put Option over the same Underlying Financial Product, and where the number of Options is no greater than four times the number of Futures sold (max 1:4 ratio).</p>

### **Derivative/Cash Combinations**

For the purposes of Rule [4503] Derivative/Cash Combinations must:

1. Where a prescribed strategy permits, consist of up to three component Contract Series and a transaction in the Cash Market Product;
2. Be one of the strategies listed in the tables below;

3. Where a prescribed strategy permits, be in a ratio of up to 1:4 (where 1 refers to the Cash Market Product and 4 the Contract Series) i.e. calculated by using the integer in the ratio field against each component of the Combination dividing the smallest number into the largest number. In any event, the number of Derivatives Market Contracts for any of the component Contract Series must not be more than four times greater than the number of Cash Market Products; and
- (a) the number of Cash Market Products (e.g. Underlying Financial Products) transacted must not exceed a multiple of 2 times the number of Cash Market Products the subject of each Derivatives Market Contract; and
  - (b) only be transacted by a Trading Participant appropriately authorised to trade each of the component Financial Products the subject of the Derivative/Cash Combination.

<b>PRESCRIBED STRATEGIES – DERIVATIVE/CASH COMBINATIONS (Options and Cash)</b>	
<b>Name of Strategy</b>	<b>Description of Strategy</b>
Equity/Option Buy Write/Take	<ul style="list-style-type: none"> <li>(a) Market Transactions for the Writing of a Call Option together with the purchase of the number of Underlying Financial Products which equals the contract size/price quotation factor of that Option; or</li> <li>(b) Market Transactions for the Taking of a Put Option together with the purchase of the number of Underlying Financial Products which equals the contract size/price quotation factor of that Option.</li> </ul>
Equity/Option Sell Take/Write	<ul style="list-style-type: none"> <li>(a) Market Transactions for the Taking of a Call Option together with the sale of the number of Underlying Financial Products which equals the contract size/price quotation factor of that Option; or</li> <li>(b) Market Transactions for the Writing of a Put Option together with the sale of the number of Underlying Financial Products which equals the contract size/price quotation factor of that Option.</li> </ul>

**PRESCRIBED STRATEGIES – DERIVATIVE/CASH COMBINATIONS (Options and Cash)**

Name of Strategy	Description of Strategy
Equity/Option Ratio	<p>(a) Market Transactions for the purchase of a number of Underlying Financial Products together with either the Writing of a Call Option or Taking of a Put Option over the same Underlying Financial Product, where the number of Underlying Financial Products the subject of the Options is no greater than four times the number of Underlying Financial Products purchased (i.e. max 1:4 ratio); or</p> <p>(b) Market transactions for the sale of a number of Underlying Financial Products together with either the entering into an Option Transaction for the Taking of a Call Option or Writing of a Put Option over the same Underlying Financial Product, where the number of Underlying Financial Products the subject of the Options is no greater than four times the number of Underlying Financial Products sold (i.e. max 1:4 ratio).</p>
Equity/Option Conversion/Reversal	<p>(a) Market Transactions for the purchase of a number of Underlying Financial Products together with the Writing of a Call Option and the Taking of a Put Option over the same Underlying Financial Product. The Options must have the same Exercise Price and Expiry Date. Each of the Options must be over the same number of Underlying Financial Products purchased; or</p> <p>(b) Market Transactions for the sale of a number of Underlying Financial Products together with the Taking of a Call Option and the Writing of a Put Option over the same Underlying Financial Products. The Options must have the same Exercise Price and Expiry Date. Each of the Options must be over the same number of Underlying Financial Products sold.</p>
Equity/Option Delta Neutral Combination	<p>(a) Market Transactions for the purchase or sale of a number of Underlying Financial Products together with the Taking and/or Writing of up to two Options over the same Underlying Financial Products where the total delta (equivalent stock position) of the Options and the Underlying Financial Products is neutral (i.e. the net delta of the transactions must be within 10% of the valued determined by ASX - (delta long) + (delta short) equals <math>0 \pm 0.1</math>), and the ratio between the Underlying Financial Product component and the Option component(s) does not exceed 1:4.</p>



## Cash Only Combinations

For the purpose of Rule [4503] a Cash Only Combination must:

1. Where a prescribed strategy permits, consist of at least two and up to four component Cash Market Products;
2. Be one of the prescribed strategies listed in the table below; and
3. Where a prescribed strategy permits, be in a ratio of up to 4:1 i.e. calculated by using the integer in the ratio field against each component of the Combination dividing the smallest number into the largest number;

<b>PRESCRIBED STRATEGIES – CASH ONLY COMBINATIONS (Cash incl. Warrants)</b>	
<b>Name of Strategy</b>	<b>Description of Strategy</b>
Underlying Cash Only Combination	Market Transactions for the simultaneous purchase and/or sale of up to 4 Underlying Financial Products with a ratio between the components that does not exceed 4:1. All Underlying Financial Product components must be assigned to the same GIC sector partition, and have a price quotation factor of 1.
Underlying Cash / Call Warrant	<p>(a) Market Transactions for the purchase of an Underlying Financial Product together with the sale of a Call Warrant Series over the same Underlying Financial Product, with a maximum ratio between the components of 1 (Underlying) to 4 (Warrant Series) and where the total delta (equivalent underlying position) of the Warrant transaction does not exceed the number of Underlying Financial Products purchased by more than 10%, as determined by ASX. All components must have a price quotation factor of 1; or</p> <p>(b) Market Transactions for the sale of an Underlying Financial Product together with the purchase of a Call Warrant Series over the same Underlying Financial Product, with a maximum ratio between the components of 1 (Underlying) to 4 (Warrant Series) and where the total delta (equivalent underlying position) of the Warrant transaction does not exceed the number of Underlying Financial Products sold by more than 10% as determined by ASX. All components must have a price quotation factor of 1.</p>
Underlying Cash / Put Warrant	<p>(a) Market Transactions for the purchase of an Underlying Financial Product together with the purchase of a Put Warrant Series over the same Underlying Financial Product, with a maximum ratio between the components of 1 (Underlying) to 4 (Warrant Series) and where the total delta (equivalent underlying position) of the Warrant transaction does not exceed the number of</p>

<b>PRESCRIBED STRATEGIES – CASH ONLY COMBINATIONS (Cash incl. Warrants)</b>	
<b>Name of Strategy</b>	<b>Description of Strategy</b>
	<p>Underlying Financial Products purchased by more than 10%, as determined by ASX. All components must have a price quotation factor of 1; or</p> <p>(b) Market Transactions for the sale of an Underlying Financial Product together with the sale of a Put Warrant Series over the same Underlying Financial Product, with a maximum ratio between the components of 1 (Underlying) to 4 (Warrant Series) and where the total delta (equivalent underlying position) of the Warrant transaction does not exceed the number of Underlying Financial Products sold by more than 10% as determined by ASX. All components must have a price quotation factor of 1.</p>
Warrant Spread	Market Transactions for the simultaneous purchase and sale of two Warrant Series (either all Call or all Put Warrants), with a maximum ratio between the components of 1 to 4. Each Warrant Series must be over the same Underlying Financial Product and have a price quotation factor of 1.
Warrant Straddle	Market Transactions for the simultaneous purchase of a Put Warrant Series and a Call Warrant Series, or the sale of a Put and a Call Warrant Series, over the same Underlying Financial Product on ratio of 1 to 1. Each Warrant Series must have the same Exercise Price, Expiry Date, and a price quotation factors of 1.
Warrant Strangle	Market Transactions for the simultaneous purchase of a Put Warrant Series and a Call Warrant Series, or the sale of a Put and a Call Warrant Series over the same Underlying Financial Product on ratio of 1 to 1, in the same Class. Each Warrant Series must have different Exercise Prices, the same Expiry Date, and a price quotation factors of 1.

## **PART B ENTRY OF ORDERS INTO THE BULLETIN BOARD**

For the purposes of Rule [4503], (which provides that only Combinations that cannot be traded in TradeMatch may be entered and transacted in the Bulletin Board – unless otherwise notified by Market Control only those Combinations involving components with different contract size/price quotation factors may be entered and transacted in the Bulletin Board) the following orders may be entered in the Bulletin Board:

### **Derivatives Only Combination orders**

In entering a Derivatives Only Combination order on the Bulletin Board a Trading Participant must:

1. Specify for each component of the Derivatives Only Combination:

- (a) Contract Series;
  - (b) intention to buy or sell;
  - (c) ratio (i.e. the quantity to be entered into the ratio field for each component reduced to the lowest common factor).
2. Specify the Limit Price, meaning the net price for the Derivatives Only Combination as specified in 1 above.
  3. Specify the quantity, meaning the number of times the Derivatives Only Combination as specified in 1 above is to be traded at the net price as specified in 2 above.

Note: Derivatives Only Combination orders entered in the Bulletin Board can be partially filled (Minimum quantity =1).

### **Derivative/Cash Combination orders**

In entering a Derivative/Cash Combination order on the Bulletin Board a Trading Participant must:

1. Specify for the Derivatives Market Contract component(s):
  - (a) Contract Series;
  - (b) intention to buy or sell;
  - (c) ratio (i.e. the quantity to be entered into the ratio field for the Derivatives Market Contract component(s)).
2. Specify for the Cash Market Product component:
  - (a) Cash Market Product (including Underlying Financial Products);
  - (b) intention to buy or sell;
  - (c) ratio (i.e. the quantity to be entered into the ratio field for the Cash Market Product component reduced to the lowest common factor.

Note: the contract size/price quotation factor of the Cash Market Product component of a Derivative/Cash Combination must be scaled up to be the same number as the contract size/price quotation factor of the highest contract size/price quotation factor of the Derivative Market Contract components of the Combination.
3. Specify the Limit Price, meaning the net price for the Combination.
4. Specify the Quantity, meaning the number of times the Combination as specified in 1 and 2 above is to be traded at the net price as specified in 3 above.  
 Note: Derivative/Cash Combination orders entered in the Bulletin Board can be partially filled. (i.e. minimum quantity = 1).

### **Cash Only Combination orders**

In entering a Cash Only Combination order in the Bulletin Board a Trading Participant must:

1. Specify for each component of the Combination:
  - (a) Cash Market Product;
  - (b) intention to buy or sell;
  - (c) Ratio (i.e. the quantity to be entered into the ratio field for each component reduced to the lowest common factor).
2. Specify the Limit Price, meaning the net price for the component Cash Market Products of the Combination as specified in 1 above.
3. Specify the Quantity, meaning the number of times the Combination as specified in 1 above is to be traded at the net price as specified in 2 above.

Note: Cash Only Combination Orders entered in the Bulletin Board can be partially filled (Minimum quantity =1).

### **PART C TRADING IN CASH ONLY COMBINATIONS IN THE BULLETIN BOARD**

For the purpose of Rule [4503], in transacting a Cash Only Combination in the Bulletin Board entered under that Rule (Note: unless otherwise notified by Market Control only those Combinations involving components with different contract size/price quotation factors may be entered and transacted in the Bulletin Board) a Trading Participant must:

1. Identify the order(s) for the Cash Only Combination which are to be transacted, having ranked them In Price/Time Priority.
2. Specify the price at which each component is to be transacted. The price of each of the component Cash Market Products must be at or within the best current bid and the best current offer for the Cash Market Product in TradeMatch. The net price must be equal (rounded to 1 decimal point) to the net price specified in the Combination order to be transacted.
3. Specify the quantity, meaning the number of times the Combination in 1 above is to be traded at the net price as specified in 2 above.

When the Cash Only Combination is executed, the Trading Platform will generate a Market Transaction for each of the component Cash Market Products at the price specified in step 2 above and for the quantity specified by the Trading Participant in step 3 above.

Note: Cash Only Combination Orders entered in the Bulletin Board can be partially filled (Minimum quantity =1. Where a proportion of an order is transacted, the ratio relationship between the components of the Combination must be maintained.

### **PART D TRANSACTION OF DERIVATIVES ONLY COMBINATIONS IN THE BULLETIN BOARD**

For the purposes of Rule [4503], in transacting a Derivatives Only Combination in the Bulletin Board entered under that Rule a Trading Participant must:

1. Identify the order(s) for the Derivatives Only Combination which are to be transacted, having ranked them In Price/Time Priority.
2. Specify the price at which each component is to be transacted. The price of each of the component Contract Series must be at or within the best current bid and the best current offer in the Contract Series. The net price must be equal (rounded to 1 decimal point) to the net price specified in the Combination order to be transacted.
3. Specify the quantity, meaning the number of times the Combination in 1 above is to be traded at the net price as specified in 2 above.

When the Derivatives Only Combination is executed, the Trading Platform will generate a Market Transaction for each of the component Contract Series at the price specified in step 2 above and for the quantity specified by the Trading Participant in step 3 above.

Note: Where a proportion of an order is transacted (i.e. partially traded, minimum quantity =1), the ratio relationship between the components of the Combination must be maintained.

### **PART E TRANSACTION OF DERIVATIVE/CASH COMBINATIONS IN THE BULLETIN BOARD**

For the purpose of Rule [4503], in transacting a Derivative/Cash Combination in the Bulletin Board entered under that Rule a Trading Participant must:

1. Be appropriately authorised to trade each of the component Financial Products the subject of the Derivative/Cash Combination.

2. Identify the order(s) for the Derivative/Cash Combination which are to be transacted, having ranked them In Price/Time Priority.
3. Specify the price at which each component is to be transacted. The price of each of the Derivatives Market Contract components must be at or within the best current bid and the best current offer in the Contract Series. The price of the Cash Market Product component must be at or within the then current bid and offer for those Cash Market Products as displayed in the Trading Platform. The net price must be equal (rounded to 1 decimal point) to the net price specified in the Combination order to be transacted.
4. Specify the quantity, meaning the number of times the Combination in 2 above is to be traded at the net price as specified in 3 above.

When the Derivative/Cash Combination is executed, the Trading Platform will generate a Market Transaction for each of the component Contract Series at the price specified in step 3 above and for the quantity specified by the Trading Participant in step 4 above.

Note: Where a proportion of an order is transacted (i.e. partially traded, minimum quantity =1), the ratio relationship between the components of the Combination must be maintained.

## **PART F TRANSACTION OF CROSS-MARKET COMBINATIONS IN THE BULLETIN BOARD**

For the purposes of Rule [4503] a Trading Participant must:

1. comply with the operating requirements of any relevant Non-ASX Market in relation to the transaction in the Non-ASX Contract; and
2. immediately report the transaction in the Non-ASX Contract to the relevant Non-ASX Market.

No other Procedures are prescribed at this stage.

### Procedure 4504

For the Purposes of Rule [4504], where the Price Quotation Factors/Contract Sizes of the components are not equal, the net price of the Combination to be transacted in the Bulletin Board must be calculated by multiplying the desired price for each component by the following ratio:

**Component Price Quotation Factor/Contract Size**

**/divided by**

**Standard Price Quotation Factor/Contract Size.**

**Note:** in respect of a Cash Market Product component of a Derivative/Cash Combination, the Price Quotation Factor/Contract Size must be taken to be the same number as the highest Price Quotation Factor/Contract Size of the Derivative Market Contract components of the Combination.

### **Example 1 – Derivative Only Combination**

Contract Series-1 has a Price Quotation Factor/contract size of 1000 which is the standard size for that Class.

Contract Series-2 has an adjusted Price Quotation Factor/contract size of 1500.

A Trading Participant wishes to enter a Combination order in the Bulletin Board to: buy 1(ratio) Contract Series-1 for 10 cents and buy 1(ratio) series-2 for 10 cents.

As Contract Series-2 has an adjusted Price Quotation Factor/Contract Size, the net price does not equal the absolute net of 20 cents. Instead, the net price must be adjusted to account for the different Price Quotation Factor/Contract Size of Contract Series-2.

The adjusted price for Contract Series-2 is calculated as the ratio of the adjusted Price Quotation Factor/Contract Size to the standard Price Quotation Factor/Contract Size, multiplied by the desired price for the component series, i.e.  $1500/1000 \times 10$  cents.

In this example, the adjusted price for this component is 15 cents.  
The net price is 25 cents (i.e. 15 cents + 10 cents).

When executing the Combination order the same process is used to determine valid individual prices to match the net price. In this example, specifying individual component prices of 7 cents for Contract Series-1 and 12 cents for Contract Series-2 equals the required net price of 25 cents in the same way as the 10 cents used for both Contract Series to calculate the nominal net price at order entry.

If all components in the Combination order have adjusted Price Quotation Factors/Contract Sizes, but are of the same Price Quotation Factor/Contract Size or for the same parcel of Underlying Financial Products, the procedure need not be applied and therefore the Combination should be specified and traded as a Tailor-Made Combination.

If in the previous example, Contract Series-1 also had a Contract Size of 1500 then the net price would have been 20 cents and the Combination would be specified and traded as a Tailor-Made Combination.

### **Example 2 – Derivative/Cash Combination**

Contract Series-1: has a Price Quotation Factor/Contract Size of 1000 which is the standard size for that Class.

Contract Series-2: has an adjusted Price Quotation Factor/Contract Size of 1500.

Cash Product-3: has a Price Quotation Factor/Contract Size of 1500 as determined by taking the highest Price Quotation Factor/Contract Size of the Derivative Contract Series components.

A Trading Participant wishes to enter a Derivative/Cash Combination order in the Bulletin Board to:

buy 1(ratio) Cash Market Product for 840 cents.  
buy 1(ratio) Contract Series-1 for 10 cents,  
sell 1(ratio) Contract Series-2 for 50 cents.

As Contract Series-2 has an adjusted Price Quotation Factor/Contract Size, the net price does not equal the absolute net price of 800 cents. Instead, the net price must be adjusted to account for the different Price Quotation Factor/Contract Size of Contract Series-2 and the Cash Market Product component which must be taken to be for the same number as the highest Price Quotation Factor/Contract Size of the Derivative Market Contract components.

The adjusted price for the Cash Market Product and Contract Series-2 is calculated as the ratio of the adjusted Price Quotation Factor/Contract Size to the standard Price Quotation Factor/Contract Size, multiplied by the desired price for the component series, i.e.:

Cash Market Product:  $1500 / 1000 \times 840$  cents = adjusted price of 1260 cents

Contract Series-2:  $1500 / 1000 \times -50$  cents  $\times 1$ (ratio) = adjusted price of -75 cents

The net price is 1195.0 cents i.e.  $(1260 + 10) - 75 = 1195$  cents.

When executing the Combination order the same process is used to determine valid individual prices matching the net price. In this example, specifying individual component prices of 830 cents for the Cash Market Product, 40 cents for Contract Series-1 and 60 cents for Contract Series-2 equals the required net price of 1195 cents in the same way as the 840 cents, 50 cents and 10 cents used to calculate the nominal net price when entering the order.

If all components in the Combination order have the same Price Quotation Factor/Contract Size the procedure need not be applied and therefore the Combination should be specified and traded as a Tailor-Made Combination.

If in the previous example, Contract Series-1 also had a Contract Size of 1500 then the net price would have been 800 cents and the Combination would be specified and traded as a Tailor-Made Combination.

### **Example 3 – Derivative Only Combination (Electricity Market specific)**

Contract Series-1 has a contract size of 915.

Contract Series-2 has an adjusted contract size of 990.

A Trading Participant wishes to enter a Combination order in the Bulletin Board to buy 1 (ratio 1) Contract Series-1 for 5875.0 cents (\$58.75), and sell 1 Contract Series-2 for 4535.0 cents (\$45.35). As both Contract Series have different Price Quotation Factors/Contract Sizes, the net price (note: average net price is only applicable to Standard Combination “Strip” orders) does not equal 1340.0 cents (\$13.40). Instead, the net price must be adjusted to account for the different Price Quotation Factors/Contract Sizes.

The adjusted price for each Contract Series is calculated as the ratio of the Price Quotation Factor/Contract Size to the standard/base Price Quotation Factors/Contract Size of 1000, multiplied by the desired price for the component Contract Series;

i.e. Series-1  $915/1000 \times 5875.0$  cents and Series-2  $990/1000 \times 4535.0$  cents. Note: ratio for each component = 1.

In this example, the adjusted price of the components is 5375.6 and 4489.6 cents, respectively. The net price is 886.0 cents (885.975 debit therefore rounded up to 1 decimal).

When executing the Derivatives Only Combination the same process is used 10 cents used to calculate the nominal net price when entering the order. In this example, specifying 5875.0 cents for Contract Series-1 and 4535.0 cents for Contract Series-2 equals the required net price of 886.0 cents.

If all Contract Series in the Combination order have the same Price Quotation Factor/Contract Size and/or do not represent an electricity “strip” strategy, the procedure need not be applied and therefore the Combination should be specified and traded as a Tailor-Made Combination at a total net price - i.e.  $(\text{Contract Series-1 price} \times \text{ratio}) \pm (\text{Contract Series-2 price} \times \text{ratio}) \text{ etc} = \text{net price}$ .

In the case of electricity Standard Combination calendar and financial year “strip” orders, the limit price entered is the weighted average net price rather than the total net price (adjusted for mixed Price Quotation Factors/Contract Sizes where applicable) applying to Combinations traded either as Tailor-Made or on the Bulletin Board.

The average net price applying to Standard Combination calendar and financial year “strip” orders is calculated by applying the following formulae:

$((Q1 \text{ price} \times Q1 \text{ Contract Size}) + (Q2 \text{ price} \times Q2 \text{ Contract Size}) + (Q3 \text{ price} \times Q3 \text{ Contract Size}) + (Q4 \text{ price} \times Q4 \text{ Contract Size})) \div (Q1 \text{ Contract Size} + Q2 \text{ Contract Size} + Q3 \text{ Contract Size} + Q4 \text{ Contract Size})$ .

e.g.  $((Q1 \ 6575.0 \times 900) + (Q2 \ 6325.0 \times 945) + (Q3 \ 5865.0 \times 990) + (Q4 \ 5340.0 \times 930)) \div (Q1 \ 900 + Q2 \ 945 + Q3 \ 990 + Q4 \ 930)$

= 22,667,175.0 cents / 3765 hours

= average net price of 6020.0 cents (\$60.20) (rounded to 5 cent tick).

#### Procedure 4506

A Trading Participant may only trade with their own Orders under Rules [4060] or [4810].

## **AQUA Quote Display Board**

### **Dealings in AQUA Products**

#### Procedure 4605

Where a Trading Participant effects a transaction in AQUA Products in accordance with Rule [4604]:

- (a) during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report their side of the transaction to the Trading Platform;
- (b) during the CSPA Session State, the Trading Participant must report their side of the transaction to the Trading Platform immediately following the CSPA Session State;
- (c) during the System Maintenance and Close Session States, the Trading Participant must report their side of the transaction to the Trading Platform no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

In each case the transaction must be reported by the Trading Participant in conjunction with the condition code QB.

#### Procedure 4606

For the purpose of Rule [4606], the transaction shall be settled 3 Business Days after the date that the transaction is reported to ASX.

#### Procedure 4607

Where a Trading Participant effects a crossing in AQUA Products in accordance with Rule [4607]:

- (a) during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the crossing to the Trading Platform;
- (b) during the CSPA Session State, the Trading Participant must report the crossing to the Trading Platform immediately following the CSPA Session State;
- (c) during the System Maintenance and Close Session States, the Trading Participant must report the crossing to the Trading Platform no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the crossing is effected between midnight and the commencement of Open Session State on the Trading Day).

In each case the crossing must be reported by the Trading Participant in conjunction with the condition code QB.



## Wholesale Loan Securities

### Procedure 4700

The minimum amount is \$500,000.

### Procedure 4703

The minimum amount is the amount specified for Rule [4700].

### Procedure 4703

Where a Trading Participant effects a transaction (which is not a crossing) in a Wholesale Loan Security in accordance with Rule [4700] to [4707] during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report their side of the transaction to the Trading Platform in conjunction with the condition code WH.

Where a Trading Participant effects a transaction (which is not a crossing) in a Wholesale Loan Security in accordance with Rule [4700] to [4707] during the CSPA Session State, the Trading Participant must report their side of the transaction to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code WH.

Where a Trading Participant effects a transaction (which is not a crossing) in a Wholesale Loan Security in accordance with Rule [4700] to [4707] during the System Maintenance and Close Session States, the Trading Participant must report their side of the transaction to the Trading Platform in conjunction with the condition code WH no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the transaction is effected between midnight and the commencement of Open Session State on the Trading Day).

Once both counterparties have reported their side of the transaction to ITS, ITS will automatically display the trade to Market Participants who have access to Wholesale Loan Securities.

### Procedure 4705

Where a Trading Participant effects a crossing in a Wholesale Loan Security in accordance with Rule [4705] during all Session States other than the CSPA, System Maintenance and Close Session States, the Trading Participant must immediately report the crossing to the Trading Platform in conjunction with the condition code WH.

Where a Trading Participant effects a crossing in a Wholesale Loan Security in accordance with Rule [4705] during the CSPA Session State, the Trading Participant must report the crossing to the Trading Platform immediately following the CSPA Session State in conjunction with the condition code WH.

Where a Trading Participant effects a crossing in a Wholesale Loan Security in accordance with Rule [4705] during the System Maintenance and Close Session States, the Trading Participant must report the crossing to the Trading Platform in conjunction with the condition code WH no later than 15 minutes prior to the scheduled commencement of Open Session State on the next Trading Day (or on the same Trading Day, if the crossing is effected between midnight and the commencement of Open Session State on the Trading Day).

### Procedure 4707

The transaction shall be settled three Business Days after the date that the parties agree on the terms of the transaction.

## Reporting Facilities

### Exchange for Physical Transactions

#### Procedure 4800

The Procedures are set out in Appendix [4800].

#### Procedure 4801

The Procedures are set out in Appendix [4800].

#### Procedure 4802

The Procedures are set out in Appendix [4800].

#### Procedure 4810

### Special Crossings

#### **PART A. SPECIAL CROSSINGS IN CASH MARKET PRODUCTS AND CASH ONLY COMBINATIONS**

Special Crossings in Cash Market Products and Cash Only Combinations may be effected in accordance with Part A of this Procedure as follows.

##### 1. *General Requirements*

Subject to Rules [3301], a Special Crossing of Cash Market Products and Cash Only Combinations can be effected at any time by a Trading Participant at a price:

- (a) if the Trading Participant is acting on behalf of two clients, negotiated on account of the clients; or
- (b) if the Trading Participant sells or buys the Cash Market Products as Principal, agreed between the client and the Trading Participant.

A Special Crossing of Cash Market Products must be reported in accordance with Rule [3500] (and, if applicable, notified under (c)(iv) below). Each component Cash Market Transaction of a Crossed Cash Only Combination must be simultaneously reported in accordance with Rule [3500] (and, if applicable, notified under (c)(iv) below)

##### 2. *Block Special Crossings*

- (a) A Crossing of Cash Market Products is a Block Special Crossing and may be effected by a Trading Participant as a Special Crossing if:
  - (i) the consideration for the transaction is not less than the amount set out in (b) below; and
  - (ii) the Cash Market Products are:
    - (A) either bought or sold (respectively) by the Trading Participant as agent on behalf of one or more clients of the Trading Participant or in both capacities; and
    - (B) either sold or bought (respectively) by the Trading Participant as Principal or as agent on behalf of one client of the Trading Participant

(the client may be a Funds Manager acting on behalf of more than one client account).

Where the Cash Market Product is a share, a Market Participant may aggregate for the purposes of a Special Crossing different classes of shares which differ only in relation to the amount of dividend payable.

- (b) For the purposes of (a)(i) above the amounts are:
  - (i) for transactions in respect of Cash Market Products other than Warrants, \$1,000,000 (in the case of Equity Securities this is calculated on the basis that Equity Securities issued by a single issuer in the same class, or the classes of which differ only as to the amount of dividend payable, and with the same paid up value will be aggregated); and
  - (ii) for transactions in respect of Warrants, \$500,000.
  
- (c) A Block Special Crossing (or other trade prescribed by ASX and not objected to by the Commission) of Cash Market Products notified to Trading Participants may be effected by a Trading Participant as a "Facilitated Specified Size Block Special Crossing" if:
  - (i) the parties to the trade are the Trading Participant acting as Principal and the Trading Participant acting as agent on behalf of one client (the client may be a Funds Manager acting on behalf of more than one fund);
  - (ii) the consideration for the transaction is at least the amount specified in the Procedures in respect of the relevant Cash Market Product;
  - (iii) the trade is not effected to unwind, close out or liquidate (in whole or in part) a position established by a trade which meets the requirements in paragraphs (a) and (b); and
  - (iv) the trade is notified to ASX in the time and manner specified in the Procedure [3500]
  
- (d) For the purposes of (c)(ii) the amounts are:
  - (i) for transactions in respect of Equity Securities for the time being categorised by ASX as Category A Securities, \$15,000,000;
  - (ii) for transactions in respect of Equity Securities for the time being categorised by ASX as Category B Securities, \$10,000,000;
  - (iii) for transactions in respect of Equity Securities for the time being categorised by ASX as Category C Securities, \$5,000,000; and
  - (iv) for transactions in respect of other Equity Securities, \$2,000,000;

*Note: If, as a result of more than one trade, the value of Facilitated Specified Size Block Special Crossings approached or exceed 20% of the value of all Block Special Crossings (calculated over a period of one week), either overall or for individual Equity Securities, ASX will generally re-categorise the relevant Equity Securities into a higher category.*

### 3. Portfolio Special Crossings

A Crossing of Cash Market Products and/or Equity Securities traded on a market operated by a Recognised Stock Exchange is a Portfolio Special Crossing and may be effected by a Trading Participant as a Special Crossing if:

- (a) the portfolio comprises a number of purchases and/or sales of different Cash Market Products and/or Equity Securities traded on a market operated by a Recognised Stock Exchange pursuant to a single agreement for an agreed price;
- (b) the Trading Participant:
  - (i) acts as agent for both the buyer and seller of the portfolio; or
  - (ii) as Principal buys from or sells to the client, the portfolio;
- (c) there are at least 10 purchases and/or sales of different Cash Market Products and/or Equity Securities traded on a market operated by a Recognised Stock

- Exchange which have a consideration of not less than \$200,000, although additional purchases and/or sales of less than this amount may be included; and
- (d) the total consideration for all purchases and/or sales making up the portfolio is not less than \$5,000,000.

ASX may set out in the Procedures Cash Market Products and/or Equity Securities traded on a market operated by a Recognised Stock Exchange that cannot be included in a Portfolio Special Crossing.

#### 4. *Special Crossing of Cash Only Combinations*

A Special Crossing of Cash Only Combinations may be effected if:

- (a) the number of component Cash Market Transactions set out in the Procedures constitute Block Special Crossings under Part A, paragraph 2 of this Procedure;
- (b) the relevant client (or clients in the case of a Crossing referred to in paragraph (a) of the definition of "Crossing") for the transaction in each component Market Transaction is (or are) the same or the Trading Participant is principal in each component Market Transaction; and
- (c) each Cash Market Product component of the Cash Only Combination is greater than or equal to the Block Special Size amounts prescribed in paragraph 2(b) of this Procedure.

#### 5. *Index Replicating Special Crossings*

A Crossing in Cash Market Products is an Index Replicating Special Crossing and may be effected by a Trading Participant as a Special Crossing where the Trading Participant is acting as Principal and the other party to the Special Crossing is the entity which is acquiring the Cash Market Products and at the time of the Special Crossing:

- (a) the Cash Market Products comprise not less than 90% of all classes of Cash Market Products which are included in an Approved Index; and
- (b) the aggregate value of the Cash Market Products is not less than the minimum amount of the consideration permitted for a Block Special Crossing under paragraph 2(c) of this Procedure or 90% of the value of the Approved Index (where the method of valuation is for each tenth of a point of the Approved Index the value will be \$100), whichever is the greater.

ASX may approve an index as an "Approved Index" if:

- (c) at least 20% of the classes of Cash Market Products comprising the index are, in the opinion of ASX, liquid; and
- (b) it is appropriate to do so, having regard to Rule [6120].

#### 6. *Underwriting Disposal Special Crossing*

A Crossing of Cash Market Products is an Underwriting Disposal Special Crossing and may be effected by a Trading Participant as a Special Crossing where the transaction involves the initial disposal by the Trading Participant of the underwriter's or sub-underwriter's commitment.

#### 7. *Exchange Approved Special Crossing*

A Crossing of Cash Market Products is an Exchange Approved Special Crossing and may be effected by a Trading Participant as a Special Crossing with the prior approval of ASX where the sale is for the purpose of enabling an Issuer to maintain or obtain a spread of holders in accordance with the Listing Rules.

#### 8. *Completion of Order Special Crossings*

A Crossing of Cash Market Products is a Completion of Order Special Crossing and may be effected by a Trading Participant as a Special Crossing when the Cash Market Products constituting the sale comprise less than a Marketable Parcel and the sale is made for the purpose and will have the effect of completing a client's order in accordance with the terms of that order.

## **PART B SPECIAL CROSSINGS IN DERIVATIVES MARKET PRODUCTS**

### *1. General Requirements*

Subject to paragraph 8 below, a Special Crossing can be effected at any time by a Trading Participant at a price:

- (a) if the Trading Participant is acting on behalf of two clients, negotiated on account of the clients; or
- (b) if the Trading Participant enters into the transaction as Principal, agreed between the client and the Trading Participant.

### *2. Special Crossing of single Contract Series*

Subject to paragraph 6 below and paragraph 8 below, a Trading Participant may effect a Crossing of orders in a single Contract Series as a Special Crossing, without complying with Rule [4060], if at least one side of the Derivatives Market Transaction:

- (a) is greater than or equal to the Special Size; and
- (b) is entered into by the Trading Participant for a single client.

### *3. Special Crossing of Derivatives Only Combinations*

Subject to paragraph 8 below, a Trading Participant may effect a Crossing of Orders for a Derivatives Only Combination as a Special Crossing, without complying with Rule [4060], if:

- (a) the number of components of the combination which are greater than or equal to the Special Size is equal to at least the following number:
  - (i) where there are two Contract Series components, one of the components must be greater than or equal to the Special Size (unless one of the components is a LEPO, in which case both components must be greater than or equal to the Special Size);
  - (ii) where there are three Contract Series components, two of the components must be greater than or equal to the Special Size;
  - (iii) where there are four Contract Series components, two of each of the components must be greater than or equal to the Special Size.
- (b) the components which are not greater than or equal to the Special Size are transacted at or within the best current Bid and Offer for the relevant Contract Series after issuing Quote Requests for those Contract Series and waiting the period set out in (d) below;
- (c) the relevant client (or clients in the case of a Crossing referred to in paragraph (a) of the definition of "Crossing") for the Derivatives Market Transactions comprising the combination is (or are) the same; and

- (d) the Special Crossing is transacted as follows:
  - (i) the Trading Participant issues Quote Requests for the total quantity sought to be crossed for the component single Contract Series of the Derivatives Only Combination being crossed that is (or are) not the Special Size;
  - (ii) The Trading Participant may proceed with the Crossing 30 seconds from making the Quote Requests, whether or not there is a market for each single Contract Series. The price at which the Crossing of the components which are not a Special Size is to occur must be at or within the best current bid and offer for the relevant Contract Series;
- (e) the Trading Participant must report the Special Crossing to ASX immediately following (d)(ii) above.

#### 4. *Special Crossing of Derivative/Cash Combinations*

Subject to paragraph 8 below, a Trading Participant may effect a Crossing of orders for a Derivative/Cash Combination as a Special Crossing, without complying with Rule [4060], if:

- (a) each component Cash Market Transaction in the combination constitutes a Block Special Crossing under Part A, paragraph 2 of this Procedure;
- (b) the number of component Derivative Market Transactions of the combination which are greater than or equal to the Special Size is equal to at least the following number:
  - (i) where there is only one Contract Series component, it must be equal to or greater than the Special Size;
  - (ii) where there are two Contract Series components, one of the Contract Series components must be equal to or greater than the Special Size.
  - (iii) where there are three Contract Series, one of the Contract Series components must be equal to or greater than the Special Size.
- (c) the component Derivative Market Transactions which are not greater than or equal to the Special Size are transacted at or within the best current Bid and Offer for the relevant Contract Series after issuing Quote Requests for those Contract Series and waiting the period set out in (e) below;
- (d) the relevant client (or clients in the case of a Crossing referred to in paragraph (a) of the definition of "Crossing") for the transaction in each component Market Transaction is (or are) the same; and
- (e) the Special Crossing is effected as follows.
  - (i) the Trading Participant issues Quote Requests for the total quantity sought to be crossed for the component single Contract Series of the Derivative/Cash Combination being crossed that is (or are) not the Special Size; and
  - (ii) the Trading Participant may proceed with the Crossing 30 seconds from making the Quote Requests, whether or not there is a market for each single Contract Series. The price at which the Crossing of any components which are not a Special Size is to occur must be at or within the best current bid and offer for the relevant Contract Series;

- (f) the Trading Participant must report the Special Crossing to ASX immediately following (e)(ii) above.

#### 5 *Special Crossing of Cross Market Combinations*

Subject to paragraph 8 below, a Trading Participant may effect a Crossing of orders for a Cross-Market Combination as a Special Crossing, without complying with Rule [4060], if:

- (a) the transaction in the Non-ASX Contract which forms part of the combination complies with the operating rules and other requirements of the relevant Non-ASX Market relating to large crossings;
- (b) the number of component Derivatives Market Transactions of the combination which are greater than or equal to the Special Size is equal to at least the number set out in (f) below;
- (c) the component Derivatives Market Transactions which are not greater than or equal to the Special Size are transacted at or within the best current Bid and Offer for the relevant Contract Series after issuing Quote Requests for those Contract Series and waiting the period set out in (f) below;
- (d) the relevant client (or clients in the case of a Crossing referred to in paragraph (a) of the definition of "Crossing") for the transaction in each component Non-ASX Contract and Market Transaction is (or are) the same; and
- (e) the Special Crossing is effected in accordance the procedure set out in (f) below;
- (f) no Procedure is currently prescribed.

#### 6 *Aggregation of orders*

Provided that one side of a Derivatives Market Transaction (or a Derivatives Combination, as the case may be) meets the requirements of Part B paragraph 1 of this Procedure, a Trading Participant may effect the Derivatives Market Transaction (or combination) as a Special Crossing where it has combined:

- (a) for a single Contract Series, orders of more than one client or on their own account on the other side of the Derivatives Market Transaction; or
- (b) for a combination, orders of more than one client or orders on their own account on the other side of the combination, but only provided that the orders for each of the components are combined in the same proportions.

#### 7. *Reporting of Special Crossings*

- (a) A Trading Participant must report a Special Crossing of orders for single Contract Series under Rule [3500].
- (b) In relation to Special Crossings of Derivatives Only Combinations under Part B paragraph 3 of this Procedure, each component Market Transaction must be reported to ASX simultaneously.
- (c) In relation to Special Crossings of a Derivative/Cash Combination under Part B paragraph 4 of this Procedure, each component Market Transaction must be reported to ASX simultaneously.

- (d) In relation to Special Crossings of a Cross-Market Combination under **Part B paragraph 5 of this Procedure**, each component Market Transaction and each component transaction for a Non-ASX Contract must be reported to ASX and the Non-ASX Market simultaneously.

8. *Restrictions on Crossings of Derivatives Market Products*

For avoidance of doubt, the following restrictions on Crossings of Derivatives Market Products In Procedure [4060] Part B paragraph 10 also apply to Special Crossings:

- (a) A Trading Participant must not commence a Crossing in any single Contract Series or Combination until any previous Crossing by that Trading Participant in that Contract Series or Combination has been effected.
- (b) A Trading Participant may effect a Crossing (even though it is not a Special Crossing) within the period after Trading Close referred to in **Rule [3431]**, provided that the Trading Participant complies with **Rule [3431]**. If the Trading Participant obtains a market quote from Market Makers contacted under **the Procedure to Rule [3431]**, the Crossing must be effected within the market established by those quotes.



## Section 5 – Monitoring conduct and enforcing compliance

### Information, monitoring and investigation

#### Self reporting

##### Procedure 5000

For the purposes of Rule [5000] the circumstances are as follows:

- (a) the Market Participant becomes aware that it has breached any of the Rules and that breach is significant;
- (b) the Market Participant is also a Clearing Participant and any circumstance exists which constitutes an event of default under the operating rules of an Approved Clearing Facility;
- (c) the Market Participant or any of its Employees is the subject of any regulatory or disciplinary action by any exchange, market operator, clearing and settlement facility, the Commission or any other regulatory authority (or if the Market Participant becomes aware that any Clearing Participant through which it clears Market Transactions or any of the Clearing Participant's Employees is the subject of any action of that type);
- (d) the Market Participant commences legal proceedings against, or becomes aware that legal proceedings have been commenced against it by, another Market Participant, a Clearing Participant, the Commission or other regulatory authority or a client in connection with their role as a Market Participant, and those proceedings may affect the operations of ASX or the interpretation of the Rules; or
- (e) the Market Participant becomes aware or has reasonable grounds for suspecting the existence of any other event or circumstance which adversely affects or may adversely affect its financial position or solvency or its ability to comply with the Rules.

For the purposes of determining whether a breach is significant for the purposes of paragraph (a), a Market Participant must have regard to the following:

- (f) the number or frequency of similar breaches;
- (g) the impact of the breach on the Market Participant's ability to comply with any other Rule or Procedure or to conduct its business operations as a Market Participant;
- (h) the extent to which the breach indicates that a Market Participant's arrangements to ensure compliance with the Rules and Procedures is inadequate;
- (i) the actual or potential financial loss to the Market Participant, arising from the breach; and
- (j) any other matters specified by ASX from time to time.

Note: Market Participants should also refer to Procedure [1400](e) for further matters required to be notified to ASX as part of ongoing general requirements.

#### Provision of independent expert report or certification

##### Procedure 5020(1)(b)(ii)

For the purposes of Rule [5020](1)(b)(ii), unless otherwise specified by ASX, the form of the certification acceptable to ASX as to compliance by the Trading Participant with the VolumeMatch Book Requirements is set out in the Procedure to Rule [1402].

### Sanctions

#### ASX actions for breaches of Operational Requirements

Procedure 5120(e)

Nothing prescribed

**ASX actions for breaches of VolumeMatch Book Requirements**

Procedure 5131

For the purposes of Rule [5131] the minimum period is three (3) months.

## Section 6 – General Rules

### Operation of Rules and Procedures

#### Waiver

##### Procedure 6033

For the purposes of Rule [6033]:

- (a) the register will set out:
  - (i) the date that the relief takes effect;
  - (ii) the person or class of person relieved from the obligation;
  - (iii) the provision to which the relief applies;
  - (iv) brief reasons for the relief; and
  - (v) any conditions that apply to the relief.
- (b) a copy of the information set out in (a) above will be made available on asx.com.au.

### ASX Actions required under ASIC Market Integrity Rules

##### Procedure 6200

Nothing prescribed

### Foreign Market Participants and other Market Participants with Overseas Activity

##### Procedure 6400

For the purposes of Rule [6400], the requirements are as follows:

- (a) provide prior written notification to ASX including details of the proposed Overseas Activity;
- (b) obtain all necessary regulatory approvals from any relevant governmental agency or regulatory authority in Australia or elsewhere in respect of the Overseas Activity and provide a copy of those regulatory approvals to ASX;
- (c) comply with the directions of ASX and any relevant governmental agency or regulatory authority in Australia concerning the supervision of the Overseas Activity; and
- (d) not engage in Overseas Activity of a type which would result in ASX becoming subject to the jurisdiction of any relevant government agency or regulatory authority outside Australia without the prior written consent of ASX.

Note: This Procedure applies to those Participants who are incorporated and resident in Australia but locate aspects of their activity overseas. For Participants who are wholly outside Australia see the application process at Rule [1002].

### Persons acting for Market Participant

#### Authorised Signatories

##### Procedure 6510

For the purposes of Rule [6510] the Participant must submit a list to Market Control which specifies the title, function and contact details of each of the persons authorised by the Market Participant to sign documentation and to deal with trading issues (including requesting cancellations of trades or agreeing to requests for trade cancellations), in connection with the operation of its business as a Market Participant.

## Miscellaneous

### Notice, notification and service of documents

#### Procedure 6901

For the purposes of Rule [6901], unless otherwise specified elsewhere in the Procedures or in correspondence with a Market Participant, documents addressed to ASX should be addressed to the person holding the following position:

General Manager – Trading Operations and Markets  
ASX Limited  
Level 4, Exchange Centre  
20 Bridge Street  
SYDNEY NSW 2000  
Telephone: 1300 655 560  
Facsimile: 02 9235 1857

For the purposes of Rule [6901], the manner in which a notice may be given is as follows:

#### *Notice to ASX:*

Notice to ASX may be given by:

1. Delivering it personally to the person specified above or otherwise specified in correspondence with the Market Participant;
2. Leaving it at or by sending it by courier or post to the address specified above or otherwise specified in correspondence with the Market Participant;
3. Sending it by facsimile to the facsimile number specified above or otherwise specified in correspondence with the Market Participant;
4. Updating the Market Participant's corporate details on asxonline where applicable, unless otherwise directed by ASX;
5. Submitting it via the web-based system interface known as ASX Compliance Monitor ("ACM") where applicable, unless otherwise directed by ASX; or
6. Specific email by any method which identifies an ASX department or an ASX employee's name or title as addressee and no notice of non-delivery has been received.

#### *Notice by ASX:*

ASX may give notice to any person, firm or corporation by any of the following methods:

1. Delivering it to the recipient personally;
2. Leaving it at or by sending it by courier or post to the address of the recipient last notified to ASX;
3. Sending it by facsimile to the recipient's facsimile number last notified to ASX;
4. A circular or bulletin addressed to a class of persons and delivered or communicated by any means permitted under this Procedure;
5. Specific email by any method which identifies a person or person's title as addressee and no notice of non-delivery has been received;

6. Broadcast email by any method which identifies the addressee and which, having regard to all the relevant circumstances at the time, was as reliable as appropriate for the purposes for which the information was communicated; or
7. Sending it via the web-based system known as ACM.

#### Procedure 6902

For the purposes of Rule [6902], the time and manner is as follows:

Notice by:

1. Post is taken to be given on the second Business Day after the document is put in the post, in a stamped envelope or other covering addressed to the recipient;
2. Courier is taken to be given at the time of delivery to the address referred to in Procedure [6901];
3. Facsimile is taken to be given when the sender's facsimile machine indicates a successful transmission to the facsimile number referred to in Procedure [6901];
4. Email, under Procedure [6901] is taken to be given 2 hours after the time the email enters the recipient's information system, unless a response to the contrary is received (e.g. an out of office notification); and
5. The web-based system known as ACM is taken to be given at the time which that system records the transmission.

For the purposes of the Rules, a notice given in accordance with Procedure [6901] to a person is received by that person at the time it is taken to be given to that person under this Procedure [6902].

## Section 7 – Definitions and interpretation

### Definitions

#### Procedure 7100

**Adjust Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Adjust ON Session State** means the Session State of that name described in Appendix [4013] Part 1.

#### **Approved Clearing Facility**

The following are Approved Clearing Facilities:

- ASX Clear Pty Limited (ABN 49 001 314 503)

#### **Approved Index**

The following indices have been approved by ASX as an Approved Index:

- All Ordinaries Index
- S&P / ASX 200 Index
- S&P / ASX 50 Leaders Index
- S&P / ASX 200 Property Trusts Index
- ASX LIC Index

#### **Approved Settlement Facility**

The following are Approved Settlement Facilities:

- ASX Settlement Pty Limited (ABN 49 008 504 532)

**Auction** means an auction conducted in a Trading Platform in respect of Qualifying Bids or Offers pursuant to the following process:

- (a) the Priority Bid is paired with the Priority Offer so that either the Bid or the Offer is fully satisfied;
- (b) a new priority of Bids and Offers is established after deducting the quantity of Products paired under sub-paragraph (a);
- (c) the pairing and re-establishment of priority set out in paragraphs (a) and (b) is repeated until the Priority Bid is below the Priority Offer price;
- (d) all paired Bids and Offers are then matched at the Equilibrium Price;
- (e) where the highest Bid and lowest Offer prices respectively do not match or overlap, such Bids and Offers will not participate in the process outlined in paragraph (b);
- (f) any Bids or Offers which have not been matched at the completion of the process described in paragraph (b) will be carried through to the next Session State.

**Authorised Person** has the meaning specified in the ASIC Market Integrity Rules.

**Automated Client Order Processing** has the meaning specified in the ASIC Market Integrity Rules.

**Automated Order Processing** has the meaning specified in the ASIC Market Integrity Rules.

**Bidder** has the meaning specified in the ASIC Market Integrity Rules.

**Block Special Crossing** means a Special Crossing made in accordance with the Procedures [4810] Part A para 2.

### **Centre Point Market Order**

The Centre Point Order price is determined:

- (a) if there is both a Bid and an Offer in TradeMatch in that Cash Market Product;
- (b) as the average of the Priority Bid and the Priority Offer in TradeMatch for that Cash Market Product  $((\text{Priority Bid price} + \text{Priority Offer price}) / 2)$ .

Note: the Centre Point Order price is not limited to standard Price Steps for the Cash Market Product. In the circumstance where the Centre Point Order price is calculated to more than four (4) decimals of a cent, the Centre Point Order price shall be truncated to four (4) decimals of a cent

**Centre Point Priority Crossing** means a Priority Crossing in accordance with the Procedure [4060] Part A paragraph 1(e).

**Close Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Completion of Order Special Crossing** means in relation to Cash Market Products, a Special Crossing referred to in Procedure [4810] Part A paragraph 8.

**Crossing Market** means that the highest Bid price and the lowest Offer price are not more than one Price Step apart.

**Cross Single Series Function** is the function in a Trading Platform described in Procedure [4060] Part B paragraph 2.

**Cross with TradeMatch Function** is the function in a Trading Platform described in Procedure [4060] Part B paragraph 3.

**Enquire Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Exchange Approved Special Crossing** means, in relation to Cash Market Products, a Special Crossing referred to in the Procedure [4810] Part A paragraph 7.

**Facilitated Specified Size Block Special Crossing** means, in relation to Cash Market Products, a special crossing made in accordance with Procedure [4810] Part A paragraph 2(c).

**Forward Delivery Transaction** means a Market Transaction for Cash Market Products where the Trading Participants entering into the transaction agree to a time for settlement of the transaction which is later than the third Business Day following the Cash Market Transaction (but does not include a transaction of a type referred to in Procedure [3600](b)).

**Funds Manager** means an entity whose primary business is to invest moneys and manage assets and other investments allocated to it by clients for that purpose.

**Issuer Market Risk Products** means:

- (a) any Financial Product that imparts optionality to the investor (for example, calls, puts or barrier products over equities, currencies, indices or commodities);
- (b) any Financial Product that exposes the issuer to market risk as a result of the issue of the product;
- (c) instalments, endowments and other complex structured products; or
- (d) any other product that ASX determines is a Market Risk Product because it may result in risk to investors, issuers, Market Participants, ASX or ACH if the issuer is not well capitalised and well regulated;

but does not include:

- (e) Managed Fund Products;
- (f) ETF Securities;
- (g) any other Financial Product where the issuer employs investor funds to buy the Underlying Instruments which are held for the benefit of the investors on trust or by a registered managed investment scheme or similar vehicle.

**Late Trading Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Market Bid** has the meaning specified in the ASIC Market Integrity Rules.

### **Marketable Parcel**

Marketable Parcel means, in relation to:

1. Equity Securities (but not rights to subscribe for Equity Securities or options over Equity Securities) a parcel of securities of not less than \$500 based on:
  - (a) the closing price on a Trading Platform, if the Equity Securities are quoted; or
  - (b) the price paid on issue if the Equity Securities are unquoted.
2. Rights to subscribe for Equity Securities, a parcel of rights which, if taken up in full, would result in a parcel of Equity securities which would be not less than \$500 based on:
  - (a) the closing price on a Trading Platform of the Equity Securities at the time of purchase of the rights, if the Equity Securities are quoted; or
  - (b) the total application moneys payable in relation to the exercise of the rights, if the Equity Securities are unquoted.
3. Options over unissued Equity Securities, a parcel of options which, if exercised in full, would result in a parcel of Equity Securities which would be not less than \$500 based on:
  - (a) the closing price on a Trading Platform of the Equity Securities at the time of purchase of the options, if the Equity Securities are quoted; or
  - (b) the total moneys payable on the exercise of the options, if the Equity Securities are unquoted;
4. Loan Securities other than redeemable preference shares with a fixed and certain date for redemption, 1 security with a face value of not less than \$100; and



5. Warrants, a parcel of Warrants where the value of the Underlying Instruments equals or exceeds \$500.

**Offer Period** has the meaning specified in the ASIC Market Integrity Rules.

**Off Market Bid** has the meaning specified in the ASIC Market Integrity Rules.

**Open Night-Trading Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Open Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Open\_VMB Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Portfolio Special Crossing** means, in relation to Cash Market Products, a Special Crossing effected pursuant to Procedure [4810] Part A paragraph 3.

**Pre-CSPA Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Pre-Night Trading Session State** means the Session State of that name described Appendix [4013] Part 1.

**Pre-Notice Received Session State** or **Pre-NR Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Pre-Open Session State** means the Session State of that name described in Appendix [4013] Part 1.

## Price Step

The Price Step tables are as follows:

1. (a) For Equity Securities, Warrants and redeemable preference shares which are Loan Securities in accordance with paragraph (c) of the definition of Loan Securities:

<u>Market Price of Product</u>	<u>Price Step</u>
Up to 9.9 c	0.1c
10c up to \$1.995	0.5c
\$2.00 up to \$998.99	1c

- (b) For Cash Only Combination orders consisting of Equity Securities, and/or redeemable preference shares which are Loan Securities in accordance with paragraph (c) of the definition of Loan Securities:

<u>Net Market Price</u>	<u>Price Step</u>
All	1.0c

- (c) For Cash Only Combinations orders consisting of Warrants or Warrants and Equity Securities:

<u>Net Market Price</u>	<u>Price Step</u>
All	0.5c

2. Loan Securities (excludes redeemable preference shares which are Loan Securities in accordance with paragraph (c) of the definition of Loan Securities) and such other Securities determined by ASX as being appropriate for the following Price Step to apply:

<u>Market Price of Product</u>	<u>Price Step</u>
0.1c up to \$998.999	0.1c

3. (a) For Derivatives Market Contracts over Underlying Equity Securities:

<u>Market Price of Product</u>	<u>Price Step</u>
Up to 0.9 cents	0.1 cent
> 1 cent	0.5 cent

- (b) For Derivatives Combination orders consisting of Derivative Market Contracts over an Underlying Equity Security or Derivatives Contracts over an Underlying Equity Security together with a transaction in the Underlying Equity security:

<u>Net Market Price</u>	<u>Price Step</u>
All	0.5 cent

4. (a) For Derivatives Market Contracts over an Underlying Index:

<u>Market Price of Product</u>	<u>Price Step</u>
All	1.0 point

- (b) For Derivatives Combination orders consisting of Derivative Market Contracts over an Underlying Index:

<u>Net Market Price</u>	<u>Price Step</u>
All	1.0 point

5. (a) For Derivatives Market Contracts over an Underlying Commodity – Electricity in accordance with Part 2.A of Schedule 3:

<u>Market Price of Product</u>	<u>Price Step</u>
All	5.0 cents

- (b) For Derivatives Combination orders consisting of Derivative Market Contracts over an Underlying Commodity – Electricity in accordance with Part 2.A of Schedule 3:

<u>Net Market Price</u>	<u>Price Step</u>
All	5.0 cents

6. (a) For Derivatives Market Contracts over an Underlying Commodity – Grain in accordance with Part 2.B of Schedule 3:

<u>Market Price of Product</u>	<u>Price Step</u>
All	10.0 cents

- (b) For Derivatives Combination orders consisting of Derivative Market Contracts over an Underlying Commodity – Grain in accordance with Part 2.B of Schedule 3:

<u>Net Market Price</u>	<u>Price Step</u>
All	10.0 cents

7. (a) For Derivatives Market Contracts over an Underlying Commodity – Wool in accordance with Part 2.C of Schedule 3:

<u>Market Price of Product</u>	<u>Price Step</u>
All	1.0 cents

- (b) For Derivatives Combination order consisting of Derivative Market Contracts over an Underlying Commodity – Wool in accordance with Part 2.C of Schedule 3:

<u>Net Market Price</u>	<u>Price Step</u>
All	1.0 cents

ASX may, in its discretion, vary the size of the minimum bid referred to in paragraph (1) to (7) above.

**Priority Bid** means, in relation to a set of Bids, the highest ranked Bid In Price/Time Priority.

**Priority Crossing** is a Crossing of Cash Market Products carried out in accordance with the **Procedure [4060] Part A paragraph 1(c)**.

**Priority Offer** means, in relation to a set of Offers, the highest ranked Offer In Price/Time Priority.

**Purge Orders Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Qualifying Bid or Offer** means, in relation to an Auction, a Bid or Offer in the Trading Platform at the commencement of the Auction.

### **Recognised Stock Exchange**

The following are Recognised Stock Exchanges:

#### ARGENTINA

Buenos Aires Stock Exchange (Bolsa de Comercio de Buenos Aires)

#### AUSTRALIA

BSX

National Stock Exchange of Australia

#### AUSTRIA

Wiener Borse AG

#### BANGLADESH

Dhaka Stock Exchange (DSE)

#### BELGIUM

Euronext Brussels (Euronext)

#### BRAZIL

Rio de Janeiro Stock Exchange (Bolsa de Valores do Rio de Janeiro)

#### CANADA

TSX Venture Exchange

Montreal Exchange (Bourse de Montreal)

Toronto Stock Exchange (TSX)

CHILE

Santiago Stock Exchange (Bolsa de Comercio de Santiago)

DENMARK

Copenhagen Stock Exchange (Kobenhavns Fondsbors)

FRANCE

Bordeaux Stock Exchange

Lille Stock Exchange Lyon Stock Exchange

Marseilles Stock Exchange

Nancy Stock Exchange

Nantes Stock Exchange

Euronext Paris (Euronext)

GERMANY

Berlin Stock Exchange (Borse Berlin AG)

Dusseldorf Stock Exchange

Deutsche Borse AG

Hamburg Stock Exchange (Parent company is BOAG Borsen AG)

Hanover Stock Exchange (Parent company is BOAG Borsen AG)

Munich Stock Exchange (Borse Munchen)

Stuttgart Stock Exchange (Borse Stuttgart)

GREAT BRITAIN AND IRELAND

London Stock Exchange

Irish Stock Exchange

Channel Islands Stock Exchange

HONG KONG

HKEx

INDIA

Ahmedabad Stock Exchange

Bombay Stock Exchange (BSE)

Calcutta Stock Exchange

Hyderabad Stock Exchange

Delhi Stock Exchange

ITALY

Bologna Stock Exchange

Florence Stock Exchange

Genoa Stock Exchange

Italian Exchange (Borsa Italiana)

Naples Stock Exchange

Palermo Stock Exchange

Rome Stock Exchange

Trieste Stock Exchange

Turin Stock Exchange

Venice Stock Exchange

JAPAN

Fukuoka Stock Exchange

Nagoya Stock Exchange

Osaka Securities Exchange (OSE)

Sapporo Securities Exchange  
Tokyo Stock Exchange (TSE)

KENYA  
Nairobi Stock Exchange

LEBANON  
Beirut Stock Exchange (BSE)

LUXEMBOURG  
Luxembourg Stock Exchange

MALAYSIA  
Kuala Lumpur Stock Exchange (KLSE)

MEXICO  
Mexican Stock Exchange (Bolsa Mexicana de Valores)

NETHERLANDS  
Euronext Amsterdam (Euronext)  
Rotterdam Stock Exchange

NEW ZEALAND  
New Zealand Exchange (NZX)

PAKISTAN  
Karachi Stock Exchange

PERU  
Lima Stock Exchange (Bolsa de Valores de Lima)

PHILIPPINES  
Philippine Stock Exchange (PSE)

SINGAPORE  
Singapore Exchange (SGX)

SOUTH AFRICA  
JSE Securities Exchange / Johannesburg Stock Exchange South Africa

SRI LANKA  
Colombo Stock Exchange

SWEDEN  
Stockholm Stock Exchange (Stockholmsborsen)

SWITZERLAND  
SWX Swiss Exchange  
Berne eXchange (BX)  
SWX Swiss Exchange

TAIWAN  
Taiwan Stock Exchange

THAILAND  
Stock Exchange of Thailand (SET)

## UNITED STATES

Amex

Boston Stock Exchange (BSE)

National Stock Exchange

Chicago Stock Exchange (CHX)

NASDAQ

New York Stock Exchange (NYSE)

Pacific Exchange (PCX)

Philadelphia Stock Exchange (PHLX)

Richmond Stock Exchange

## URUGUAY

Montevideo Stock Exchange (Bolsa de Valores de Montevideo)

## VENEZUELA

Caracas Stock Exchange (Bolsa de Valores de Caracas)

**Recorded Buyer** means a Trading Participant who, at Trading Close, has an order displayed in TradeMatch or the Bulletin Board to enter into a Derivatives Market Transaction as the Buyer in a single Contract Series or Combination at the price the Trading Participant referred to in the Procedures to Rule [3431] intends to enter into Derivatives Market Transactions as a Seller in that single Contract Series or Combination, or at a better price. For Combinations, a "Recorded Buyer" includes Trading Participants with Bids and Offers displayed in TradeMatch in the component single Contract Series which, taken with the best Bids and Offers displayed in TradeMatch for the other component Contract Series of the Combination, is at the same price or a better price.

**Recorded Seller** means a Trading Participant who, at Trading Close, has an order displayed in TradeMatch or the Bulletin Board to enter into a Derivatives Market Transaction as the Seller in a single Contract Series or Combination at the price the Trading Participant referred to in the Procedures to Rule [3431] intends to enter into Derivatives Market Transactions as a Buyer in that single Contract Series, or Combination, or at a better price. For Combinations, a "Recorded Seller" includes Trading Participants with Bids and Offers displayed in TradeMatch in the component single Contract Series which, taken with the best Bids and Offers displayed in TradeMatch for the other component Contract Series of the Combination, is at the same price or a better price.

**Residual Amount** means the amount of an Iceberg Order that has not been matched from time to time.

**Scheme** has the meaning specified in the ASIC Market Integrity Rules.

**Special Size** means, in relation to Cash Market Products or Derivatives Market Contracts or Combinations (as applicable), the amount set out below.

- The Special Size for Futures (other than Agricultural or S&P/ASX 200 Property Trusts Index Futures) is:
  - 1,000 contracts x the traded price for the Contract Series x the contract multiplier.
- For Wool Futures the Special Size is:
  - 100 contracts x the traded price for the Contract Series x the contract multiplier.
- For Grain Futures the Special Size is:
  - 200 contracts x the traded price for the Contract Series x the contract multiplier.
- For Grain Futures Options the Special Size is:
  - 200 contracts x the traded price for the Contract Series x the contract multiplier

- For S&P/ASX 200 Property Trusts Index Futures the Special Size is:  
50 contracts x the traded price for the Contract Series x the contract multiplier.
- For Equity Securities, the Special Size is \$1,000,000.
- For Warrants, the Special Size is \$500,000.
- “Special Size” means in respect of Options Transactions \$500,000 where the underlying securities fall within Category 1 (as set out below), \$250,000 where the underlying securities fall within Category 2 (as set out below) or, if the Option Transaction is for LEPOs, \$1,000,000.

Category 1 Class:

A Category 1 class is one where the Market Maker obligation is for a minimum of 10 lots.

Category 2 Class:

A Category 2 class is one where the Market Maker obligation is for a minimum of 5 lots.

FLEX Classes:

FLEX Classes have no Market Maker Obligations associated with them.

The classes in each Category are published online at [www.asx.com.au](http://www.asx.com.au) in a document titled “Volatility and Dividend Parameters”.

**System Maintenance Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Takeover Bid** has the meaning specified in the ASIC Market Integrity Rules.

**Target** has the meaning specified in the ASIC Market Integrity Rules.

**Trading Halt Session State** means the Session State of that name described in Appendix [4013] Part 1.

**Undisclosed Portion** means that portion of an Iceberg Order which is not disclosed to the Market by a Trading Platform.

**Wait\_VMB Session State** means the Session State of that name described Appendix [4013] Part 1.

## Section 8 – Transitional provisions

### Accounts and audit

#### Financial statements

##### Procedure 8510

For the purposes of Rule [8510] the time for delivery of the financial statements and auditor's report is as follows:

If the Market Participant is a partnership, within 2 months following the end of the partnership's financial year. Otherwise, within 3 months following the end of the Market Participant's financial year.

If the Market Participant is a Clearing Participant of an Approved Clearing Facility, lodgement of financial statements and an auditor's report on financial information with the Approved Clearing Facility will be accepted as satisfying Rule [8510].

##### Procedure 8510(a)

For the purposes of Rule [8510](a) the form for the financial statements acceptable to ASX is as follows:

Electronic copy of the Market Participant's statutory accounts, including directors declaration and audit report as required under the laws of the Market Participant's home jurisdiction.

##### Procedure 8510(b)

For the purposes of Rule [8510](b) the form for the auditor's report acceptable to ASX is as follows:

The form of the auditor's report on financial information is set out in Appendix [8510](b)-1. Market Participants subject to the Other Capital Regime are not required to lodge the auditor's report on financial information.

For convenience, a copy of the Key Risks and Internal Systems Statement, as prescribed under **Rule S1A.3.1** or **Rule S1B.6.2** or **Rule [8422]**, is provided in **Appendix [8510](b)-2**.

### Futures Market Transactions

#### Payment by client

##### Procedure 8213(a)

For the purposes of Rule [8213](a) the amount below which a Clearing Participant is not required to call funds from its client is \$1,000. Note: This amount only relates to settlement amounts generated as a result of close outs, contract settlement or daily settlement of Open Contracts. A client must pay all Initial Margins in full when called by their Clearing Participant.



## Schedule 1 Clearing Arrangements

### Third Party Clearing Arrangements

#### Procedure 1.1010(c)

For each class of Product, a Trading Participant may not have third party clearing arrangements with more than the following number of Clearing Participants at any time for the clearing of its Market Transactions:

- (a) where the Trading Participant is itself a Clearing Participant, one other Clearing Participant;
- (b) where the Trading Participant is a Principal Trader, one Clearing Participant;
- (c) in all other circumstances, two Clearing Participants.

#### Procedure 1.1011

An Open Interface Device is maintained by a Trading Participant for the purpose of Rule 1.1011 where the Trading Participant has:

- (a) advised ASX in writing of the name of each Relevant Clearing Participant it intends to use to clear Market Transactions for each class of Product; and
- (b) obtained from ASX for each class of Product:
  - (i) a separate Clearing Participant identifier for each Relevant Clearing Participant it intends to use to clear Market Transactions for that class of Product; or
  - (ii) a unique Trading Participant identification for each Relevant Clearing Participant it intends to use to clear Market Transactions for that class of Product.

#### Procedure 1.1012

For the purpose of Rule 1.1012(b) the Procedure is that a Crossing in a Derivatives Market Contract is to be transacted under a Trading Participant identifier assigned under Procedure 1.1011(b)(iii) and directed to a Relevant Clearing Participant that is responsible for clearing the transaction of at least one of the clients involved in the Crossing.

### Clearing Arrangements

#### Procedure 1.1021

For the purposes of Rule 1.1021, a Trading Participant is not required to notify ASX of changes that do not affect the meaning or purpose of the Clearing Agreement (for example, pricing changes, minor typographical errors).

## **SCHEDULE 8 DELIVERY AND SETTLEMENT OF NON-CS APPROVED PRODUCTS**

### **3 VALID DELIVERY DOCUMENTS**

#### **3.2 Incomplete Transfer Documents**

The details specified for the purposes of paragraph 3.2 are:

1. The name of the Issuer;
2. The register on which the Non-CS Approved Products are held;
3. The full names of the seller (or transferor);
4. The quantity, class and denomination of the Non-CS Approved Products;
  - (a) the code number and Transfer Identification Number of the original Selling Broker (or its Settlement Agent); or
  - (b) the transferor's certifying Broker's (or its Settlement Agent's) code number and Transfer Identification Number.
5. A certification of all corrections, alterations and additions in the manner prescribed by the Rules provided that no alteration shall increase the quantity of Non-CS Approved Products originally stated in the transfer;
6. Certification of transfers as prescribed in the Market Rules.

This Procedure will apply to renunciation forms and provisional allotment letters when applicable.

### **4 SETTLEMENT OF NON-CS APPROVED PRODUCTS QUOTED "EX" OR "CUM" A BENEFIT**

#### **4.1 SALE "CUM"**

The Procedures prescribed for the purposes of paragraph 4.1(b)(ii) are as follows:

Compensation for loss for which a Buying Broker is responsible under paragraph 4.1(b)(ii) will be met by the Buying Broker providing to the Selling Broker:

1. Where the loss was cash, that amount of money on the Business Day following receipt of the notice of claim referred to paragraph 4.1(b)(ii);
2. Where the loss was Securities, the equivalent Securities within five Business Days of receipt of share certificates or list of allotments to the security holder's account.

#### **4.2 SALE "EX"**

The Procedures prescribed for the purposes of paragraph 4.2(a)(ii) are as follows:

1. A claim in respect of Non-CS Approved Products for the delivery of a Benefit must be prepared by the claiming Broker in triplicate on an approved form which must be serially

numbered. A separate claim must be issued in respect of each original seller, and the following information included in each form:

- (a) Details of the Non-CS Approved Product in respect of which the claim is made;
  - (b) Amount of the claim;
  - (c) Date of purchase by the claiming Broker;
  - (d) The name in which the Non-CS Approved Products were delivered;
  - (e) The Record Date to determine shareholders entitled to receive the dividend, interest or capital return;
  - (f) The date the Non-CS Approved Products were received by the claiming Broker;
  - (g) The original Selling Broker's code number and transfer identification number;
  - (h) The payable date of the dividend, interest or capital return;
  - (i) The date the Non-CS Approved Products were lodged with the company for registration when the Non-CS Approved Products were received by the claiming Broker more than two months prior to the date of the claim.
2. The claiming Broker must forward the original and duplicate of the claim to the office of the original Selling Broker. The triplicate copy must be retained by the claiming Broker as a permanent record of the claim. The original Selling Broker must acknowledge and return the duplicate of the claim to the office of the claiming Broker not later than the Business Day following receipt of the claim.
  3. When a claim is received by the original Selling Broker it must, provided the claim does not relate to Non-CS Approved Products delivered by it more than two months prior to the receipt of the claim, immediately claim on its principal in writing, stating that the claim is made under the Market Rules of ASX.
  4. If the claiming Broker does not receive a satisfactory reply within one month of the payment or delivery of the Benefit, or one month after the acceptance of the claim by the original selling Broker, whichever is the later, it may demand and the Selling Broker must then supply to it the name and address of its principal and the date of the transaction with its principal.
  5. When the Non-CS Approved Products from which the claim has arisen were delivered by the original Selling Broker more than two months prior to the date of receipt of the claim, the Broker acting for the seller may either immediately:
    - (a) claim on its principal in writing; or
    - (b) supply the claiming Broker with the name and address of its principal, and the date of the transaction. An original Selling Broker may refuse to supply the name and address of its principal or pay or deliver the Benefit until notified by the claiming Broker of the date of lodgement of the Non-CS Approved Products at the company's office.
  6. The payment of a claim for a Cash Benefit must be made by a separate cheque. The original copy of the claim must be attached to the cheque.

7. Subject to the provisions of Schedule 8, all moneys received for claims must be paid to the claiming Broker immediately.

## **6 BROKERS' STAMPS**

The Procedures prescribed for the purposes of paragraph 6.1 are as follows.

### **1. Selling Broker's Stamp**

#### **(a) "Transfer of Securities" Definition**

For the purpose of this paragraph 6, "transfer of Securities" means a security transfer, a security renunciation and transfer, a Broker's transfer, a Broker's renunciation and transfer, a split transfer, a renunciation and split transfer or any other form of transfer which may from time to time be specified by ASX.

#### **(b) Certification Stamp**

A Selling Broker shall immediately prior to delivery of a Transfer of Securities to the Buying Broker place its certification stamp in the space provided in part 1 of the Transfer of Securities.

#### **(c) Part 2 Cancellation**

Where part 2 of a Transfer of Securities is to be cancelled for the purpose of marking transfers of smaller denominations against it the Selling Broker shall ensure its certification stamp is placed in part 1 of the Transfer of Securities prior to affixing the cancellation stamp in part 2 thereof.

#### **(d) Correction Guarantee**

(i) Subject to paragraph (ii) below, all corrections, alterations and additions to part 1 of a Transfer of Securities must, prior to delivery to the Buying Broker, be guaranteed by the Selling Broker affixing its "Correction Guaranteed" stamp adjacent to the correction, alteration or addition;

(ii) Any Broker may affix its "Correction Guaranteed" stamp adjacent to an alteration to the paid up value within the Security description as shown on the Transfer of Securities where the alteration to the paid up value is made necessary by the payment of a call.

### **2. Buying Broker's Certification Stamp**

(a) The Buying Broker must place its certification stamp in the space provided in Part 2 of the Security Transfer Renunciation or Brokers Transfer or Renunciation or Split Transfer or Renunciation immediately prior to the lodgement with the company for registration.

(b) All corrections, alterations and additions made to a Security, Brokers or split transfer or renunciation in regard to Part 2 thereof shall, prior to lodgement with the company for registration, be guaranteed by the buying Broker affixing its "Correction Guaranteed" stamp adjacent to the correction or alteration.

- (c) Where a settlement agent affixes its “Correction Guaranteed” stamp on behalf of a Broker in accordance with this Procedure, that Broker guarantees any corrections, alterations or additions to the Security Transfer.

### 3. Certification Stamps

- (a) The Broker's certification stamp must include:
  - (i) the name - Australian Stock Exchange Limited;
  - (ii) the Broker's name and code number;
  - (iii) the Broker's facsimile signature.
- (b) The Broker's “Correction Guaranteed” stamp must consist of the words “Correction Guaranteed” and the Broker's code number and facsimile signature.
- (c) The settlement agent's certification stamp shall include:
  - (i) the name - Australian Stock Exchange Limited;
  - (ii) the settlement agent's name and code number;
  - (iii) the settlement agent's facsimile signature;
  - (iv) a statement that it is executed as agent and the Broker's identity is available on written request.

The settlement agent's “Correction Guaranteed” stamp will consist of the words “Correction Guaranteed” and the settlement agent's code number and facsimile signature.

## 13 CONTINUED ABILITY TO MARK

The Procedures prescribed for the purposes of paragraph 13.1 of Schedule 8 are as follows:

### Transfer Marking

1. Form of Transfer Advice
  - (a) Markings must be effected by completing a Transfer Advice Form, and by certifying the relevant form(s) of transfer.
  - (b) The Transfer Advice Form must, upon completion, bear:
    - (i) a reference number including an identifier in the form prescribed by ASX; and
    - (ii) a stamp identifying the Marking Body.
2. Transfer Marking

Except where ASX has determined otherwise a Marking Body may Mark a Security transfer and a security renunciation and transfer in respect of all Securities for which Official Quotation has been granted or transfers on the Australian register of any Issuer of Securities listed on any Recognised Overseas Stock Exchange, approved by ASX for that purpose.

3. Transfer Splitting
  - (a) Only Brokers may Mark a Split Transfer or a Renunciation and Split Transfer.
  - (b) Brokers must affix, or impress, a cancellation stamp in part 2 of a Security transfer accompanied by a certificate, a security renunciation and transfer accompanied by a letter of entitlement, a Marked transfer or a Marked renunciation for the purpose of Marking split transfers or renunciation and split transfers (as the case may be) of smaller denominations against it.

### **Transfer Noting**

A Security transfer or a security renunciation and transfer executed under grant of probate or letters of administration is valid delivery when relevant documents of probate have been sighted by the Issuer and a "Probate Exhibited" stamp has been applied to the transfer by the Issuer or a Marking Body. If the "Probate Exhibited" stamp is applied by a Marking Body, the stamp must contain the name of the Marking Body.

### **Lodgement Performance**

When the Marking Body has Marked a transfer of Securities it must:

1. Immediately upon completion, despatch the transfer advice form and supporting documentation (if any) to the Issuer's registry;
2. Accept responsibility for the replacement of documents lost or destroyed in transit between the office of the Marking Body and the Issuer's registry.

### **Replacement Procedure**

1. Where the Marking Body is required to make application to an Issuer for the replacement of lost or destroyed documents the application must be in the form of a statutory declaration which must include a clause indemnifying:
  - (a) the registry and directors thereof; and/or
  - (b) the Issuer and any directors thereof, against any costs, losses or damages for which they may become liable by reason of the issue of replacement documents.
2. Where an application has been made in accordance with paragraph (1) above the Marking Body must comply with requirements, established by the Issuer, which will enable such documents to be replaced without delay.

### **Rejection Register**

Where the Issuer rejects a Transfer Advice Form, the Marking Body must:

1. Make an entry in the register of Marking rejections which shall include:
  - (a) date of receipt;
  - (b) name of Issuer;
  - (c) marking reference number;

- (d) cause of rejection;
  - (e) action taken to correct the cause of rejection; and
  - (f) relodgement date or notation and date of cancellation;
2. Immediately take action to rectify the error; and
  3. Promptly relodge the documents with the Issuer.

## **SCHEDULE 10 WARRANTS**

### **PROCEDURE 10.3.3 REQUIREMENTS FOR ADMISSION TO TRADING STATUS**

Refer to Appendix 10.3.3

### **PROCEDURE 10.3.5(c) AMENDMENT OF TERMS OF ISSUE BY APPROVAL**

For the purpose of Rule 10.3.5(c), the time is 15 Business Days prior to the meeting.

### **PROCEDURE 10.3.11 SPREAD OF WARRANT HOLDERS AND REASONABLE BIDS**

For the purpose of Rule 10.3.11(b), the period is 90% of the time between 10:15 and the commencement of the Pre-CSPA Session State (normally 16:00) on any Trading Day.

For the purpose of Rule 10.3.11(e) the time is 30 minutes from when the Warrant-Issuer experiences an interruption.

### **PROCEDURE 10.6.2 NUMBER OF WARRANTS IN A WARRANT SERIES**

For the purpose of Rule 10.6.2, the time is 2 Business Days from the day on which the request was made, or such other period notified by ASX.

### **PROCEDURE 10.6.5 ANNUAL REPORT**

For the purpose of Rule 10.6.5, the time is within 3 months of the close of its accounting period, or such other period notified by ASX.

### **PROCEDURE 10.6.6 STATEMENT OF ASSETS, LIABILITIES AND EQUITY**

For the purpose of Rule 10.6.6, the time is within 75 days of the end of the first half-yearly period of its financial year.

### **PROCEDURE 10.7.7 TRANSFER BETWEEN AUSTRALIAN REGISTER AND REGISTER MAINTAINED OUTSIDE AUSTRALIA**

For the purpose of Rule 10.7.7, the time is within 5 Business Days of receiving the transfer.

### **PROCEDURE 10.10.4 DESPATCH OF INTRINSIC VALUE PAYMENT**

For the purpose of Rule 10.10.4, the time is within 10 Business Days of calculating the intrinsic value payment.

### **PROCEDURE 10.11.7 CALCULATION OF ASSESSED VALUE PAYMENT WHERE NOT PRESCRIBED IN THE TERMS OF ISSUE**

For the purposes of Rules 10.11.7(b), intrinsic value must be calculated in accordance with the following formulae:

For call Warrants:  $I = S - E$



For put Warrants:  $I = E - S$

Where:

I is the intrinsic value of the Warrant;

S is the volume weighted average price of the Underlying Instrument during the last two hours of Normal Trading or such other period determined by ASX excluding special sales and overseas sales on the expiry date; and

E is the exercise price of the Warrant.

For the purposes of Rule 10.11.7, the assessed value payment must at least be equal to the amount calculated in accordance with the following formulae:

For call Warrants:  $P = 0.9 (V - E)$

For put Warrants:  $P = 0.9 (E - V)$

Where:

P is the amount of the assessed value payment;

V is the arithmetic average of the daily volume weighted average prices of the Underlying Instrument on the 5 Trading Days following the expiry date excluding special, late and overseas sales; and

E is the exercise price of the Warrant.

### **PROCEDURE 10.11.8 DESPATCH OF ASSESSED VALUE PAYMENT**

For the purpose of Rule 10.11.8, the time is within 10 Business Days of calculating the assessed value payment.

### **PROCEDURE 10.14.3 COMPLIANCE WITH WARRANTS MARKET MAKING REQUIREMENTS AND WARRANTS COMMITTEE**

For the purpose of Rule 10.14.3(a), the period is 1 Trading Day from the time of receipt of the request or such earlier time as ASX may require.

### **PROCEDURE 10.14.4 APPEALS AND WARRANTS APPEAL COMMITTEE**

For the purpose of Rule 10.14.4(b);

- (a) A notice of appeal must be lodged in writing with the General Manager - Issuers, ASX Limited, 20 Bridge St, Sydney NSW 2000.
- (b) The period is 1 Trading Day from the time of receipt of the written notice of the decision of ASX.

### **PROCEDURE 10.14.8 REGISTRATION OF WARRANT MARKET MAKERS**

For the purpose of Rule 10.14.8:

- (a) initial registration is by way of lodgement of Appendix 10.3.3; and
- (b) registration of any subsequent Warrant Market Makers is by way of written notice to: The Manager Structured Products, ASX Limited, 20 Bridge St, Sydney NSW 2000.

## **SCHEDULE 10A      AQUA PRODUCTS AND THE AQUA TRADING MARKET**

### **PROCEDURE 10A.2.1 PROCEDURE APPROVAL OF AQUA PRODUCT ISSUER**

For the purpose of Rule 10A.2.1(4)(a), an entity which is prudentially regulated is an entity which is regulated by the Australian Prudential Regulation Authority.

### **PROCEDURE 10A.3.3 REQUIREMENTS FOR ADMISSION**

For the purpose of Rule 10A.3.3(a), an application for admission must be made in the form set out in Appendix 10A.3.3.

### **PROCEDURE 10A.3.6 MARKET MAKING REQUIREMENT**

For the purpose of Rule 10A.3.6(a), the period is the same as that specified for Rule 10.3.11(b).

For the purpose of Rule 10A.3.6(b), an AQUA Product Issuer may reach agreement with ASX as to the maximum spread (being the Offer price less the Bid price) and the minimum quantity of AQUA Products for each Bid and Offer. The maximum spread and minimum quantity must be agreed with ASX prior to admission of the AQUA Product Series and may only be varied with the agreement of ASX.

For the purpose of Rule 10A.3.6 the net asset value of the Underlying Instruments is \$10 million.

For the purpose of Rule 10A.3.6(g), the time is the same as that specified for Rule 10.3.11(e) (as if the AQUA Product Issuer were a Warrant-Issuer).

### **PROCEDURE 10A.4.1 INVESTMENT MANDATE**

For the purpose of Rule 10A.4.1, the investment mandate must be outlined in the product disclosure statement or offer document for the AQUA Product Series, a copy of which must be provided to ASX prior to the quotation of the AQUA Product Series. The product disclosure statement or offer document must state that there cannot be any significant change to the investment activity described in the investment mandate without the approval of 75% of votes cast by those AQUA Product Holders who vote on the relevant resolution.

### **PROCEDURE 10A.4.2 DISCLOSURE REQUIREMENTS FOR MANAGED FUND PRODUCTS**

For the purpose of Rule 10A.4.2(a), the information specified in this paragraph must be disclosed on the AQUA Product Issuer's website.

For the purpose of Rule 10A.4.2(b), the disclosure requirement is that the amount and value of units redeemed for each Managed Fund be reported to ASX and on the AQUA Product Issuer's website on a monthly basis. Reports must be made the week after the end of month.

For the purpose of Rule 10A.4.2(c) the disclosure requirement is that dividends or distributions should be disclosed to ASX as soon as possible after they are declared or paid (whichever is earlier).

For the purpose of Rule 10A.4.2(d) the disclosure requirement is that any other information required to be disclosed under the Corporations Act should be disclosed to ASX at the same time it is disclosed to ASIC.

For the purpose of Rule 10A.4.2(e) the disclosure requirement is that any other information required to be disclosed under the Corporations Act should be disclosed to ASX by the next business day after it is disclosed to the relevant foreign entity.

Information provided to ASX may be made available to the public.

#### **PROCEDURE 10A.4.4 DISCLOSURE REQUIREMENTS FOR ETFs**

For the purpose of Rule 10A.4.4(a), the disclosure requirement is that information about net asset value must be disclosed as required by the product disclosure statement for the ETF.

For the purpose of Rule 10A.4.4(b) the disclosure requirement is that dividends or distributions should be disclosed to ASX as soon as possible after they are declared or paid (whichever is earlier).

For the purpose of Rule 10A.4.4(c) the disclosure requirement is that any other information required to be disclosed under the Corporations Act should be disclosed to ASX at the same time it is disclosed to ASIC.

For the purpose of Rule 10A.4.4(d) the disclosure requirement is that any other information required to be disclosed under the Corporations Act should be disclosed to ASX on the next business day after it is disclosed to the relevant foreign entity.

Information provided to ASX may be made available to the public.

#### **PROCEDURE 10A.5.2 TERMS OF ISSUE**

For the purpose of Rule 10A.5.2(b), ASX reserves the right to request that other provisions are included in the terms of issue from time to time.

#### **PROCEDURE 10A.5.4 AMENDMENT TO TERMS OF ISSUE BY APPROVAL**

For the purpose of Rule 10A.5.4(c), the time is 15 Business Days prior to the meeting.

#### **PROCEDURE 10A.6.2 INFORMATION IN RELATION TO AQUA PRODUCTS IN A SPECIFIED AQUA PRODUCT SERIES**

For the purpose of Rule 10A.6.2, the time is 2 business days from the day on which the request was made, or such period notified by ASX.

#### **PROCEDURE 10A.7.7 TRANSFER BETWEEN AUSTRALIAN REGISTER AND REGISTER MAINTAINED OUTSIDE AUSTRALIA**

For the purpose of Rule 10A.7.7, the time is within 5 business days of receiving the transfer.

#### **PROCEDURE 10A.10.3 MAINTENANCE OF REASONABLE BID AND VOLUME AND AQUA PRODUCTS COMMITTEE**

For the purpose of Rule 10A.10.3(a), the period is 1 Trading Day from the time of receipt of the request or such earlier time as ASX may require.

## **PROCEDURE 10A.10.8 APPOINTMENT OF AQUA PRODUCT MARKET MAKING AGENTS**

For the purpose of Rule 10A.10.8(b):

- (a) initial registration is by way of lodgement of Appendix 10A.3.3; and
- (b) registration of a subsequent AQUA Market Making Agent is by way of written notice to:

The Manager, Equity Listing Services  
ASX Limited  
20 Bridge St, Sydney, NSW, 2000

Any changes in relation to AQUA Product Market Making Agents must be notified within 1 business day to ASX via email, or if that is unavailable, by facsimile.