

**Circular to:**                    **BACK OFFICE MANAGERS**  
**CLEARING PARTICIPANTS**

**Circular No: 87/00**

**OVERNIGHT OPTIONS ON 90-DAY BANK ACCEPTED BILLS FUTURES**  
**CONTRACT SPECIFICATIONS**

Please find attached the specifications for the new overnight options on 90 day bank-accepted bill futures contract which will be launched on 14<sup>th</sup> November 2000.

**OVERNIGHT OPTIONS ON 90-DAY BANK ACCEPTED BILLS FUTURES**

<b>Contract Unit:</b>	One A\$1,000,000 face value 90-Day Bank Accepted Bill futures contract for the specified contract months on the Sydney Futures Exchange.
<b>Contract Months:</b>	Put and call options available on futures contracts for the nearest and next quarter months.
<b>Commodity Code:</b>	IO
<b>Minimum Price Move:</b>	Quoted in yield per cent per annum in multiples of 0.005 per cent.
<b>Exercise Prices:</b>	Set at intervals of 0.01 per cent per annum yield. Nine option exercise prices are available for trading with additional strike prices listed at the discretion of the SYCOM Manager or the Chief Executive of SFE.
<b>Contract Expiry:</b>	At the cessation of each SYCOM night session.
<b>Trading Hours:</b>	5:10pm – 7:00am
<b>Settlement Method:</b>	All options that are in-the-money are automatically exercised on the business day immediately following the SYCOM session. Exercise of an option results in the holder receiving a futures position in the underlying contract at the options strike price. Bid and offer quotations are obtained from the underlying futures contracts at 8.32am, 8.34am, 8.36am, 8.38am and 8.40am on the business day immediately following the SYCOM session. The arithmetic mean of these quotations is then taken and the settlement prices are calculated. Calculation of the settlement prices is to 3 decimal places. When the third decimal place is five or above, the arithmetic mean is rounded up to the next highest decimal place.

Participants are advised that trading hours are subject to change in keeping with the start and end of Daylight Saving.

Should you have any questions regarding the specifications for this product, please contact me on 9256 0430.

Regards,

Kyrra Grunnsund