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SAMPLE RISK PARAMETER ('SPAN') FILE INCLUDING 0 (ZERO) SETTLEMENT PRICES

Clearing Bulletin 108/02, released 18th October 02 detailed the introduction of "0" (zero) settlement prices for future-styled option positions in the Risk Parameter File produced by SECUR. Currently, those option positions that settle at "0" in SYCOM are given a price of one tick in SECUR (RIVA), and therefore attract a small initial margin.

Further to the *initial margin* changes detailed in the above-mentioned Bulletin, it should also be noted that *variation margin* payments/receipts will occur on future-styled options that have settled at "0" on the 4th November. This will reflect the adjustment in price from one tick to "0" for the purpose of margining.

Click here for a sample Risk Parameter File which includes "0" prices.

Should you have any queries please contact Simon Mansell on 9256-0119 or smansell@sfe.com.au

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