



**SFE Clearing Bulletin No:** 120/02

**From:** SFE Clearing Corporation Pty Ltd ABN 91 050 615 864

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### **3 YEAR AND 10 YEAR SWAP INITIAL MARGIN RATES**

The purpose of this bulletin is to inform SFE Clearing Participants of the Initial Margin and SPAN parameters for the new 3 Year and 10 Year Swap contracts to be listed on Tuesday the 12<sup>th</sup> of November 2002.

#### **Price Scanning Range**

Contract	Price Scanning Range	Inter Month Spread Charge
3 Year Swap	\$950	\$150
10 Year Swap	\$1900	\$190

#### **Inter Commodity Concessions**

Priority	Contracts	Delta Spread Ratio	Inter Concession Rate
1	10 Year Swap : 10 Year Bond	1:1	90%
2	3 Year Swap : 3 Year Bond	1:1	90%
3	10 Year Swap : 3 Year Swap	1:3	70%
4	10 Year Swap : 3 Year Bond	1:3	70%
5	10 Year Bond : 3 Year Swap	1:3	70%
6	10 Year Bond : 3 Year Bond	1:3	70%
7	3 Year Bond : 90 Day Bank Bill	1:1	70%
8	3 Year Swap : 90 Day Bank Bill	1:1	70%
9	10 Year Bond : 90 Day Bank Bill	1:4	60%
10	10 Year Swap : 90 Day Bank Bill	1:4	60%

SFE Clearing Participants are advised to update back office accounting system prior to the listing date on the 12<sup>th</sup> of November 2002.

SFE Initial Margin and SPAN Parameters rates are available on Reuter's pages **SFE/SPAN** and **SFE/SPREAD** and the SFE Website [www.sfe.com.au/SFE\\_Clearing/Rules\\_Info\\_& Span Files](http://www.sfe.com.au/SFE_Clearing/Rules_Info_&.Span_Files).



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