



SFE NOTICE NO. 064/10

Date of Issue: 5 May 2010
Effective Date: 14 May 2010

Margin Rates for New Zealand Debt Contracts

SFE Clearing Corporation has reviewed the price volatility of New Zealand denominated Debt contracts and has approved the margin changes as shown in **Attachment 1**.

The revised margin parameters will be effective for open contracts as at close of business on **Friday 14 May 2010**, impacting on margin calls made on **Monday 17 May 2010**.

Participants are encouraged to advise all relevant clients of this Initial Margin change on a timely basis.

Initial margin rates for all SFE contracts are available on the ASX Website at www.asx.com.au.

Should you have any queries in relation to the above, please contact the Risk Operations department on 9227-0532 or 9227-0236.

Eddie Farah
Team Leader, Risk Operations

ASX Limited
20 Bridge Street
Sydney NSW 2000
Australia



NOTICE CONTINUED

A T T A C H M E N T 1

NZ Debt Futures

Price Scanning Range

Contract	Price Scanning Range
90 Day Bank Bill	Decrease from \$850 to \$680
3 Year Government Bond	Decrease from \$650 to \$545
10 Year Government Bond	Decrease from \$1,120 to \$1,055

Inter-Month Spread Charge

Contract	Inter-Month Spread Charge
10 Year Government Bond	Decrease from \$1,120 to \$1,055
3 Year Government Bond	Decrease from \$650 to \$545
90 Day Bank Bill	TIERED (see below)

Span Inter Commodity Concessions

Contracts	Delta Spread Ratio	% Credit per Leg of Spread
3 Year Government Bond : 10 Year Government Bond	3:1	80%
90 Day Bank Bill : 3 Year Government Bond	1:1	85%

VSR

Contract	Volatility Scanning Range
90 Day Bank Bill	Increase from 0.0104% to 0.0147%



NOTICE CONTINUED

Tiered Inter-Month Spread Details – 90 Day Bank Accepted Bill

90 Day Bank Bill	Months in Tier	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5	Tier 6
Tier 1	1						
Tier 2	2	\$150					
Tier 3	3	\$220	\$110				
Tier 4	4	\$270	\$180	\$90			
Tier 5	5	\$270	\$270	\$270	\$270		
Tier 6	6 to 12	\$270	\$270	\$270	\$270	\$270	\$270