



SFE NOTICE NO. 109/10

Date of Issue: 16 July 2010  
Effective Date: 23 July 2010

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## SFE Initial Margin Rates – Wool Contracts

SFE Clearing Corporation has reviewed the price volatility of the Wool contracts and has approved the margin changes as shown in Attachment 1.

The adjustments follow SFECC's ongoing review of these contracts and reflect current market conditions. Moreover, Participants are advised that further rate changes may be required at short notice as SFECC continually monitors ongoing market volatility.

The revised margin parameters will be effective for open contracts as at close of business on **Friday 23 July 2010**, impacting on margin calls made on **Monday 26 July 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](http://www.asx.com.au).

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

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**Manager, Risk Operations**

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Australia

## NOTICE CONTINUED

A T T A C H M E N T 1

### Price Scanning Range

Contract	Price Scanning Range
Wool Deliverable (Greasy)	Increase from \$765 to \$825

### Inter-Month Charge

Contract	Price Scanning Range
Fine Wool	Increase from \$310 to \$960

### Tiered Inter-Month Spread Details

	Wool Deliverable	Months in Tier	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5
1	Tier 1	1					
2	Tier 2	2	\$570				
3	Tier 3	3	\$455	\$345			
4	Tier 4	4	\$470	\$460	\$220		
5	Tier 5	5 to 10	\$535	\$560	\$420	\$360	\$570

### Span Inter Commodity Concessions

Contracts	Delta Spread Ratio	% Credit per Leg of Spread
Fine Wool : Deliverable Wool	1:1	Removed