

PROGRAM No. 3. CNYRUB DELIVERABLE SWAP CONTRACT

Section 1. Parameters and conditions of fulfillment of the Market Maker's obligations

1. Instruments for which the Market Maker signing up to this Program No. 3 (the "Program") must maintain quotes and/or trading volume during the main trading session of the Exchange's FX Market and Precious Metals Market under the market maker agreement (the "Agreement"):

Deliverable swap contracts

CNY_TOM1W,

CNY_TOM2W,

CNY_TOM1M,

CNY_TOM2M,

CNY_TOM3M,

CNY_TOM6M (hereinafter –1W, 2W, 1M, 2M, 3M, 6M, respectively).

2. Obligations of the Market Maker:

2.1. Parameters:

Table

№	Obligations parameters	Instrument codes					
		1W	2W	1M	2M	3M	6M
1	Total trading volume (excl. negotiated trades) of the instrument during the main trading session on each trading day of the reporting period	30 mln yuan					
2	Bilateral quote spread	SPREAD ¹ = N*K					
3	Minimum quote size (in quote currency)	1 mln	1 mln	1 mln	1 mln	1 mln	1 mln
4	Duration of time of the main session on each trading day of the reporting period in which the Market Maker performs its obligations for the Instrument (as percentage of trading hours of the Instrument)	45%	45%	45%	45%	45%	45%

- 2.2. The Market Maker shall be deemed to have fulfilled its obligations stated in clause 2.1 hereof on a specific trading day if it met the following condition with respect to three or more of Instruments 1W, 2W, 1M, 2M, 3M and 6M:

- it observes the parameters stated in rows 2 and 3 of the Table during the period of time stated in row 4 of the Table;
- or
- it observes the parameters stated in row 1 of the Table and compliance parameters stated in rows 2 and 3 Table.

- 2.3. The minimum number of Trading days of the Reporting Period during which the Market Maker shall perform its obligations in accordance with parameters stated in clause 2.1 hereof is 40% or more of all Trading days in the Reporting Period rounded down to the nearest integer. If this condition is not met, the Market Maker's services shall be considered not provided with regard to the Instrument(-s).

¹ For SPREAD calculation, the variables N and K indicate the following:

N – the number of calendar days between the settlement dates of the first and the second parts of the respective swap trades;

K – 0.004% of the swap base rate.

- 2.4. If the Market Maker operates during an incomplete Reporting Period, the minimum number of Trading days in that Reporting Period during which the Market Maker shall perform its obligations in accordance with clause 2.1 hereof is 80% of Trading days during which the Program is in force during the Reporting Period, rounded down to the nearest integer.
- 2.5. If trading in the Instrument is suspended on a certain trading day, the Market Maker's obligations parameters stated in row 4 of the Table are decreased by the suspension time (in the percentage of trading hours for the Instrument during the trading day) when the Market Maker performance is estimated for that trading day.

Section 2. Раздел II. Market Maker Remuneration Calculation Procedure

1. The remuneration of a Market-maker for performing its obligations under the Program throughout the Reporting period is RUB 200,000 (two hundred thousand).
2. The Market Maker shall receive remuneration for an incomplete Reporting Period, if
 - Obligations under this Program come into force on a day not coinciding with the first Trading day of the month;
 - The Program was cancelled/the Agreement was terminated on the initiative of the Exchange on a day that is not the last day of the Reporting Period except cases where the Program is cancelled due to failure by the Market Maker to perform obligations under the Agreement;
 - It has repudiated the Program/the Agreement due to changes in them made by the Exchange.

In this case, the remuneration the Market maker calculated by the following formula:

$$R = 200\,000 * \frac{d_w}{d_m},$$

Where:

R – the Market Maker's remuneration for an incomplete Reporting period, RUB;

d_w – the number of Trading days in the Program (Agreement) period during the Reporting period;

d_m – the number of Trading days of the Reporting period on which Instrument(-s) is (are) available to trade.