

## **Deliverable futures - Main Board - Moscow Exchange FX market**

Starting from 4 July 2016 (tentative date) the Moscow Exchange is planning to introduce the order-driven trading in deliverable futures for the following currency pairs with the fixed settlement dates to provide trading firms with additional opportunities for implementing their trading strategies and liquidity management as well as optimizing collateral:

USD/RUB (from T+2 to one year),

EUR/RUB (from T+2 to one year),

CNY/RUB (from T+2 to half a year).

Please note that T is hereinafter the next settlement day after the trade date in accordance with the futures contracts specifications and the parameters list.

The main difference of deliverable futures with the fixed settlement date from the deliverable futures with the variable settlement date is that each order book is associated with a certain settlement date. Contracts are settled every three months (quarter).

Considering the binding of every deliverable futures to a settlement date (similar to the derivatives market), any ID will include the contract's settlement month and year (USDRUB\_MMY), for example:

USDRUB\_0916,

USDRUB\_1216, etc.

To synchronize settlement days of futures between the derivatives and the FX markets, the contract's settlement date will be the Friday of the last month of every quarter that follows the third Thursday of that month. At the same time, the contract's last trading day is always the day preceding its settlement day by three trading days.

The Exchange may, with agreement from the Clearing Center, establish different settlement day and last trading day for a contract (for example, in case of public holidays/non-trading days/non-settlement days after the contract starts trading).

For example, a trade with the deliverable futures USDRUB\_1216 with T+164 settlement may be concluded on 4 July 2016. On every next trading day, trades in this futures contract will be executed for a period reduced by the number of calendar days that constitute the difference between the trade date and the contract's first trading day:

05 July 2016 – T+163,

06 July 2016 – T+162, etc.

The last trading day for contract USDRUB\_1216 will be 13 December 2016 (T+2). The settlement day for all trades in the futures contract USDRUB\_1216 will be 16 December 2016, i.e. the third Friday of December 2016.

### **Commission fee**

The commission fee will be charged according to the active tariffs for deliverable futures (LTV).

### **Clearing and settlement**

1. Variation margin is calculated throughout the period starting from the contract's trade conclusion day and to its delivery day.
2. Any contract is settled at the price determined on the contract's last trading day.
3. When the single limit is determined per settlement code, united margin requirements are set for positions in the futures contract, other trades executed in the contract's underlying assets (LTV, swap, spot) and the underlying asset itself as recorded on the settlement code. In this case calendar spreads are also applied fully in accordance with the methodology currently in effect on the FX market.
4. The National Clearing Center will terminate liabilities for the matching opposite futures contracts and swap contracts\* before the settlement date.

\* futures and swap contracts match when they create liabilities of the opposite directions, have the same underlying asset, the same settlement dates, equal volumes, have the same trading account and client code (if present).

5. Positions in contracts are marked to market daily till the contract settlement date, inclusive, during the clearing session that is held before the trading session.