**APPROVED**

by Public Joint Stock Company Moscow Exchange MICEX-RTS

(Order No. МБ-П-2022-116 dated January 24, 2022)

**Moscow Real Estate DomClick Index Futures Specification**

This Specification sets out the standard terms and conditions of the cash-settled Moscow Real Estate DomClick Index futures contract (the “Specification”).

The Specification with the Clearing Rules for the Moscow Exchange Derivatives Market (the “Clearing Rules”), Trading Rules for the Moscow Exchange Derivatives Market (the “Trading Rules”) shall define the obligations under the Moscow Real Estate DomClick Index futures contract (the “Contract”) as well as the procedure for such obligations to arise, be changed or terminated.

The underlying asset of the Contract is the Moscow Real Estate DomClick Index (MREDC) calculated by Moscow Exchange (hereinafter the Exchange) in accordance with its methodology and registered with the Bank of Russia (hereinafter the Moscow Real Estate DomClick Index).

Terms and definitions not specifically defined herein shall be construed in accordance with the law of the Russian Federation, Trading Rules and Clearing Rules.

1. Execution of the Contract
   1. The opportunity to conclude the Contract in the process of trading shall be granted by the Moscow Exchange resolution that shall specify:

* Contract code (designation);
* First trading day during which the Contract may trade (hereinafter the first trading day for the Contract);
* Time starting from which the Contract can be executed (hereinafter the start of trading);
* The last Trading day for the Contract (the “Last Trading Day”).
  1. The Contract code (designation) is formed as follows:

HOME-<settlement month>.<settlement year>.

The settlement month and year specified in the Contract’s code (designation) (hereinafter the Contract’s settlement month and settlement year) shall be indicated in Arabic numerals and shall be used to determine the last Trading Day on which the Contract may be executed and its settlement day.

* 1. Contract price
     1. At order entry and trade execution, the price of the Contract shall be quoted in points as the value of the Moscow Real Estate DomClick Index divided by 10.
     2. The minimum price fluctuation for the Contract (the “tick”) is ten points.
     3. The tick value is RUB 10.

1.4. The Contract lot is 1.

1.5. The last trading day for the Contract is the 3rd (third) Business Day of the week following the 3rd (third) Sunday of the expiration month and year or, in the event that the 3rd Business Day of the week following the 3rd (third) Sunday of the expiration month and year is not a Trading Day, the trading day following the 3rd Business Day of the week following the 3rd (third) Sunday of the expiration month and year.

In coordination with the Clearing Center, the Exchange may establish the date of the Contract’s last trade day other than as specified herein.

1.6. The settlement day for the Contract is the last trading day, except to the extent mentioned in sections 5.1 and 5.2 below.

1.7. The calendar of last trading days and settlement days for the Contracts for the next 12 months is available on the Exchange website.

1. Obligations under the Contract
   1. Variation Margin obligation.
      1. The Parties to the Contract must pay each other variation margin in the form of cash, in the amount depending on the changes in the value of the underlying asset.
      2. Variation margin will be calculated and must be paid during the life of the Contract.
      3. Variation margin for the Contract is calculated according to the following formulas:
         1. During the intraday clearing session:
2. If the variation margin has not been calculated before:

**VM1 = Round (SP1\*Round (W1/R; 5); 2) – Round (P0\*Round (W1/R; 5); 2)**

where:

VМ1 – variation margin for the current trading day’s intraday settlement period, calculated during the intraday clearing session,

Round – mathematical rounding to the specified precision,

P0 – execution price of the Contract,

SP1 – daily (last) settlement price of the Contract,

W1 – tick value,

R - the tick.

1. If the variation margin has been calculated before:

**VM1 = Round (SP1\*Round (W1/R;5);2) – Round (SPп\*Round (W1/R;5);2)** where:

VМ1 – variation margin for the current trading day’s intraday settlement period, calculated during the intraday clearing session,

Round – mathematical rounding to the specified precision,

SP1 – daily (last) settlement price of the Contract,

SPp – settlement price of the Contract calculated during the previous trading day’s evening clearing session,

W1 – tick value,

R - the tick.

* + - 1. During the evening clearing session:

1. If the variation margin has not been calculated before:

**VM2 = Round (SP2\*Round (W2/R; 5); 2) – Round (P0\*Round (W2/R; 5); 2)**

where:

VМ2 – variation margin for the Contract as calculated in the evening clearing session for the current trading day’s evening settlement period,

Round – mathematical rounding to the specified precision,

P0 – execution price of the Contract,

SP2 – daily (last) settlement price of the Contract,

W2 – tick value,

R - the tick.

1. If the variation margin for the Contract has been calculated in the intraday clearing session on the current trading day:

**VМ2 = VМ – VМ1**

where:

VМ2 – variation margin for the Contract as calculated in the evening clearing session for the current trading day’s evening settlement period,

VM – variation margin for the Contract as calculated in the evening clearing session for the current trading day;

VM1 – variation margin for the Contract as calculated in the intraday clearing session on the the current trading day as per Section 2.1.3.1 above.

VM is determined according to the following formulas:

1. If the variation margin has not been calculated for the previous trading day in the evening clearing session:

**VM2 = Round (SP2\*Round (W2/R; 5); 2) – Round (P0\*Round (W2/R; 5); 2)**

where:

Round – mathematical rounding to the specified precision,

SP2 – daily (last) settlement price of the Contract,

P0 – execution price of the Contract,

W2 – tick value,

R - the tick.

1. If the variation margin has been calculated for the previous trading day in the evening clearing session:

**VM2 = Round (SP2\*Round (W2/R; 5); 2) – Round (P0\*Round (W2/R; 5); 2)**

where:

Round – mathematical rounding to the specified precision,

SP2 – daily (last) settlement price of the Contract,

SPp – settlement price of the Contract calculated during the previous trading day’s evening clearing session,

W2 – tick value,

R - the tick.

* + 1. The obligation to pay the variation margin calculated as per the formulas indicated in section 2.1.3 above, is performed in accordance with the procedure and within the time limits set forth in the Clearing Rules, and:
* if the variation margin is positive, the obligation to pay the variation margin arises for the Seller;
* if the variation margin is negative, the Buyer is obliged to pay the absolute value of the variation margin.
  + 1. The exercise price of the Contract is set by the Exchange under the procedure and within the time frames set out in the Trading Rules and Specification.
  1. Expiration settlement obligation
     1. The obligation to pay the variation margin as determined during the evening clearing session on the settlement date for the Contract, is the Expiration Settlement Obligation.
     2. For the purpose of determining the Expiration Settlement Obligation on the expiration day, the current Settlement Price of the Contract (the Contract Settlement Price) shall be deemed to be equal to the last value of[[1]](#footnote-1) the Moscow Real Estate DomClik Index published on the Moscow Exchange website divided by 10. The resulting value is rounded to two decimal places.
     3. The Final Settlement Price of the Contract is adjusted to account for the futures contract settlement price fluctuation limit, if established by the Exchange upon agreement with the Clearing Center under the Settlement Price Methodology for Derivative Contracts constituting the appendix to the Trading Rules.
     4. If one hour before the end of the evening Settlement Period of the Contract expiration day the value of the Moscow Real Estate Click Index has not been published, the value of the Index last published at https://www.moex.com shall be used as the Contract expiration settlement price, unless otherwise decided by the Exchange in accordance with sections 5.1-5.2 of the Specification.

1. Grounds and procedure for termination of obligations under the Contract
   1. Obligations under the Contract are terminated in full upon due performance thereof.
   2. A party's obligations under the Contract shall be terminated in full as a result of that party incurring off-setting obligations under the Contract with the same code (designation), i.e. the Seller incurring obligations of the Buyer or the Buyer incurring obligations of the Seller, in the manner and within the time limits stipulated in the Clearing Rules.
   3. Obligations under the Contract may be terminated on other grounds provided for in the Clearing Rules, in accordance with the procedures set forth thereof.
2. Liability of the parties for failure to perform the obligations under the Contract
   1. The parties shall be liable for non-performance or improper performance of obligations under the Contract in accordance with the legislation of the Russian Federation, the Clearing Rules, the Trading Rules and the Admission Rules.
3. Special provisions
   1. In the event of circumstances that result in a material change in the terms of performance of the Contract stipulated in the Specification, including in the event of suspension/termination of the calculation and/or publication of the Moscow Real Estate DomClick Index, as well as in the absence of data for calculation of the Index, the Exchange shall be entitled to take one or more of the following decisions:

* change the last trading date for the Contract,
* change the expiration settlement date for the Contract,
* change the daily (final) settlement price, and/or amend the calculation method for the variation margin and/or rules pertaining to its payment,
* undertake other actions provided for in the Trading Rules.
  1. The Exchange, upon agreement with the NCC, may alter the last trading date and/or the final settlement date for the Contract with a specific code, if the last trading date is declared a public holiday by order of the competent authority of the Russian Federation.
  2. Information on the decision(s) taken by the Exchange under sections 5.1 and/or 5.2 above shall be communicated to the Trading Members by its publication on the Exchange website not less than 3 (three) Trading Days prior to the effective date of the respective decision(s). In case the grounds for decisions provided by clause 5.1 above occur less than 3 (three) Trading Days prior to the last trading day for the Contract, the information on such decision(s) taken by the Exchange shall be notified to the Trading Members by its publication on the Exchange website not later than on the effective date of the respective decisions.
  3. Unless otherwise provided by a decision of the Exchange, from the entry into force of the decision(s) made by the Exchange in accordance with sections 5.1 - 5.2 of the Specification, the terms of existing obligations under previously executed Contracts shall be deemed amended to reflect the said decision(s).

1. Amendments and Supplements to the Specification
   1. The Exchange is entitled to introduce amendments and supplements hereto as agreed with the Clearing Center.
   2. The amendments and supplements hereto shall come into effect at the moment the Exchange enforces the Specification containing such amendments and supplements.
   3. The Specification as amended and supplemented from time to time is published on the Exchange website at least 3 (three) business days before it takes effect, which serves as notice to trading members.
   4. Unless otherwise decided by the Exchange, as soon as any amendments and supplements to the Specification come into force, the terms of existing Contracts previously entered into are deemed to have been amended or supplemented accordingly.

1. https://www.moex.com/en/index/MREDC [↑](#footnote-ref-1)