
CC&G Market Notice

9th October 2020

19th October: start of the Clearing service for the Micro Futures on FTSE MIB Index

To the attention of: *Members of the Equity Derivatives Section*
Priority: *High*
Topic: *Micro Futures on FTSE MIB Index*

Dear Client,

following the Market Notice of August 25, 2020, we are pleased to inform you that the new Micro Futures contract on FTSE MIB Index (Micro-FIB), tradable on IDEM Market starting October 19, 2020, will be guaranteed by CC&G within the Equity Derivatives Section.

The new contract will expand the range of Futures contracts on FTSE MIB Index, in addition to the Futures contract (FIB) and the Mini Futures (Mini-FIB), and will share all the contractual specifications of the latter, with the exception to the notional value, which will be equal to € 0.20 per index point (against € 1.00 for the Mini Futures and € 5.00 for the Futures).

Here below the static data of the new contract:

Symbol	MICRO
Description	MICROFUTURE SU INDICE DI BORSA
Class Group	FTMIB
Product Group	IDX

Clearing

It will be possible to execute the same clearing functions through the BCS platform on Micro Futures contractual positions as on Futures and Mini Futures, namely: International Give-Up, trade transfer, position transfer, separation of trades, open/close code change, gross positions rectification in client account and client code change.

It will also be possible to request from CC&G the netting of Micro Futures positions with Futures or Mini Futures positions of opposite sign and same maturity, registered in the same account or sub-account. The netting can be done in the ratio of one Futures and twenty-five Micro Futures or of one Mini Futures and five Micro Futures. The appropriate RD005 form referred to in annex 1, also available in editable format on CC&G website www.lseg.com/ccg in the section [Operations>Forms>Forms](#), must be sent by the Clearing Member to CC&G via ICWS within 15:00 CET.



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Risk Management

The new Micro Futures contract, such as the Futures and the Mini Futures, will be included in the Class Group FTMIB and the Product Group IDX.

For the only purpose of the Initial Margins calculation, all open positions in Futures and Mini Futures in the Clearing Reports¹ will be converted into Micro Futures positions.

Methodologies for determining the parameters used in Margin Calculations for Equity Derivatives will be unchanged.

The Margin Interval on the new Micro Futures contract will be the same as applied to the Futures and Mini Futures on the FTSE MIB Index.

Fees

The fees applied to the Micro Futures will be the following:

- clearing fees: € 0.06 for each lot;
- delivery fees: € 0.15 for each lot.

Transfer and rectify fees applied to Futures, Mini Futures and Micro Futures contracts will be the same, as indicated in the Fee Schedule available on CC&G website www.lseg.com/ccg in the section [Membership>Pricing](#).

Changes to the rules

Following the introduction of the Micro Futures contract, a number of amendments were applied to the Instructions to the Rules and to the related Annexes illustrated in Annex 2 under these considerations :

Changes to the Instructions to the Rules:

- Article B.2.1.5 “Clearing of Contractual Positions in Futures”. This article has been modified to provide for the possibility of netting Micro Futures positions with Futures and Mini Futures positions of opposite sign and same maturity registered in the same account or sub-account.

Changes to the Annexes to the Instructions:

- Annex B.211 “Time limits for the reception of clearing instructions”. This annex has been modified to regulate the deadlines for sending clearing requests relating to Micro Futures contractual positions.

¹ In particular in Reports MS22, MS24 and MS42.

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- Annex B.215 “Clearing of Futures on FTSE MIB Index positions”. This annex contains the new form RD005 (already shown in annex 1) and the instructions for completion. The changes to the form allow to request the netting of Micro Futures positions with Futures and Mini Futures positions, in addition to the netting between Futures and Mini Futures positions.

The new texts of the Instructions and related Annexes, effective from **October 19, 2020**, will be also available on the CC&G website www.lseg.com/ccg in the section [Rules and Regulations](#), in a clean version and with evidenced changes.

For any additional inquiries, please contact:

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Risk Management

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Annex 1

Form RD005

ELISION ON INDEX FTSE MIB FUTURES POSITIONS				
As of date:	_____	Seq. N.	_____	 London Stock Exchange Group
Member:	_____			Phone: +39 06 32395 321
Member's code:	_____			Fax: +39 06 32395 241
Mnemonic code:	_____			Pec: asi.t2@pec.ccg.it
Contact:	_____			
Phone:	_____			
E-mail:	_____			
It is requested to ELIDE the following futures positions on the FTSE MIB Index of opposite sign:				
<input type="radio"/> Futures and mini-futures (ratio: 1/5)				
Account	Subaccount	Expiry	Position Type (Long / Short) mini-futures	Number of Positions mini-futures
<input type="radio"/> Futures and micro-futures (ratio: 1/25)				
Account	Subaccount	Expiry	Position Type (Long / Short) micro-futures	Number of Positions micro-futures
<input type="radio"/> mini-futures and micro-futures (ratio: 1/5)				
Account	Subaccount	Expiry	Position Type (Long / Short) micro-futures	Number of Positions micro-futures
				The Member (Stamp and Signature)
Mod. RD005 - CC&G				

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Changes to the rules

INSTRUCTIONS TO THE RULES

Articolo B.2.1.5 Compensazione delle Posizioni Contrattuali in futures

Article B.2.1.5 Clearing of Contractual Positions in “futures”

1. The clearing between *Contractual Positions* in futures of the *Share Derivatives Section* relating to the same Stock Market index (FTSE MIB) registered in the same account or sub-account, having a different index point value, an opposite sign and the same maturity, takes place in the ratio of one Future to five mini-Futures, **or one Future to twenty-five Micro Futures, or one Mini Future to five Micro Futures**, only by express application to CC&G by the *Clearing Member* concerned.
2. The application indicated at paragraph 1 must be forwarded **to-by** the Clearing Member concerned via ICWS or, in the event of its malfunction, by fax, using the form set out at Annex B.215.
3. Applications forwarded to CC&G within the timetable set out in letter D) of Annex B.211 shall be paid on the same day; those received after the said timetable shall be treated on the following Market trading day.

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ANNEXES TO THE INSTRUCTIONS

ANNEX B.211

TIME LIMITS FOR THE RECEPTION OF CLEARING INSTRUCTIONS

A) INSTRUCTIONS FOR “OPEN/CLOSE” TRANSACTION CORRECTION

Executed through the BCS or, in the case of malfunction of it, by sending module RD001 through the ICWS or, in case of malfunction of it, via fax

DAYS PRECEDING THE LAST TRADING DAY	Options: Not later than 18:30 Futures: Not later than 22.30
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THE LAST TRADING DAY	
Stock Options	Not later than 18:30
Options on FTSE MIB Index	Not later than 9:45
- Futures, Mini Futures and Micro Futures on FTSE MIB Index - Futures on FTSE MIB Dividend Index - Futures on FTSE Italia PIR Mid Cap TR Index - Single Stock Dividend futures - Stock Futures - Energy Futures	Not later than 22.30
- Futures on agricultural commodities	Not later than 18:00

B) INSTRUCTIONS FOR CORRECTION OF POSITIONS ON CLIENT ACCOUNT

Executed by the BCS or, in the case of malfunction of it, by sending module RD002 through the ICWS or, in case of malfunction of it, via fax

DAYS PRECEDING THE LAST TRADING DAY	Options: Not later than 18:30 Futures: Not later than 22.30
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THE LAST TRADING DAY	
Stock Options	Not later than 18:30
Options on FTSE MIB Index	Not later than 9:45
- Futures, Mini Futures and Micro Futures on FTSE MIB Index - Futures on FTSE MIB Dividend Index - Futures on FTSE Italia PIR Mid Cap TR Index - Single Stock Dividend futures - Stock Futures - Energy Futures	Not later than 22.30
- Futures on agricultural commodities	Not later than 18:00

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ANNEX B.211

TIME LIMITS FOR THE RECEPTION OF CLEARING INSTRUCTIONS

C) INSTRUCTIONS FOR TRANSFER OF POSITIONS, CONTRACTS AND INTERNATIONAL GIVE-UP

Executed by the BCS or, in the case of malfunction of it, by sending modules RD004A, RD004A1, RD004A2 (for transfer of positions), RD004B, RD004B1 and RD004B2 (for transfer of contracts and international give-up), through the ICWS or, in case of malfunction of it, via fax

DAYS PRECEDING THE LAST TRADING DAY	Options: Not later than 18:30 Futures: Not later than 22.30
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THE LAST TRADING DAY	
- Futures, Mini Futures and Micro Futures on FTSE MIB Index - Futures on FTSE MIB Dividend Index - Futures on FTSE Italia PIR Mid Cap TR Index - Single Stock Dividend futures - Stock Futures - Energy Futures	Not later than 22.30
- Futures on agricultural commodities	Not later than 18:00
- Stock Options	Not later than 18:30
- Options on FTSE MIB Index	Not later than 9:45

D) CLEARING OF FUTURES ON FTSE MIB INDEX POSITIONS

Executed by sending module RD005 through the ICWS or, in case of malfunction of it, via fax

EVERY DAY	Not later than 15:00
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E) ALLOCATION CHANGE OF SHARES DEPOSITED

Executed by the BCS or, in the case of malfunction of it, by sending module RD011 through the ICWS or, in case of malfunction of it, via fax

EVERY DAY	Not later than 22.30
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F) CLEARING OF CONTRACTUAL POSITIONS IN FUTURES ON ENERGY

Executed by sending module RD017 through the ICWS or, in case of malfunction of it, via fax

EVERY DAY	Not later than 15:00
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Annex B.215

CLEARING OF FUTURES ON FTSE MIB INDEX POSITIONS

ELISION ON INDEX FTSE MIB FUTURES POSITIONS

As of date: _____ Seq. N. _____

Member: _____


Member's code: _____

Mnemonic code: _____

Contact: _____

Phone: _____

E-mail: _____



London
Stock Exchange Group

Phone: +39 06 32395 321

Fax: +39 06 32395 241

Pec: asi.t2@pec.ccg.it

It is requested to ELIDE the following futures positions on the FTSE MIB Index of opposite sign:

Futures and mini-futures (ratio: 1/5)

Account	Subaccount	Expiry	Position Type (Long / Short) mini-futures	Number of Positions mini-futures

Futures and micro-futures (ratio: 1/25)

Account	Subaccount	Expiry	Position Type (Long / Short) micro-futures	Number of Positions micro-futures

mini-futures and micro-futures (ratio: 1/5)

Account	Subaccount	Expiry	Position Type (Long / Short) micro-futures	Number of Positions micro-futures

The Member
(Stamp and Signature)

Mod. RD005 - CC&G

Guidance in filling out form RD005:

Field:	Information to be provided:
Member code:	Member's five-figure code.
Mnemonic code:	Member's alphabetic code.
Account:	Account (House or Client) on which the Positions are registered.
Subaccount:	The sub-account in which the positions to be "cleared" are registered.
Maturity:	Maturity of the <i>Futures</i> (e.g. DEC20MR01 , MAR21NV01 , etc.).
Type of Position (Long/Short):	The type of Mini FTSE MIB or Micro FTSE MIB position (long or short) to be "cleared".
Number of Positions:	The number of Mini FTSE MIB or Micro FTSE MIB Futures contractual positions to be cleared " to be cleared " with the corresponding multiple number of Minifutures contractual positions with the opposite sign .