

Standard specification for single stock futures

In Resolution No. 165/2005 of 24 May 2005 (as amended), the Exchange Management Board set the following standard specification for the futures contracts scheme:

Abbreviated contract name	FXYZkrr where: F – type of instrument XYZ – code standing for name of underlying instrument (as determined by the Exchange) k – delivery month code (as determined by the Exchange) rr – two last digits of delivery year
Contract code	Granted by the clearing entity following the ISIN standard
Contract series	Futures contracts representing the same standard, in particular having the same underlying instrument and the same expiry date.
Underlying instrument	Stocks in exchange trading on the Exchange Main Market on the date of the Exchange Management Board Resolution on the introduction of stock futures contracts of the company to exchange trading.
Number of stocks per contract	1 or 10 or 100 or 1000 Determined by the Exchange Management Board for the given class of futures contracts and disclosed to the public not later than 3 days before trading in the first series of contracts of that class commences. The number of stocks per contract is subject to change according to § 91 - § 94 of Division 4 of the Detailed Exchange Trading Rules.
Contract value	The product of the contract price and the number of stocks per contract
Trading unit	Polish zlotys (per stock)
Delivery months	Three nearest calendar months of the March, June, September and December cycle
Last trading day	The third Friday of the delivery month of the series. If however there is no trading session on the date referred to in the previous sentence in accordance with regulations applicable on the exchange, then the last trading day is the last trading day before the third Friday of the delivery month. The Exchange may set the last trading day to fall on a different date but must disclose such information to the public at least 4 weeks in advance. The last trading day may be set as a different date where the Exchange Management Board decides to discontinue trading in the futures of a class due to circumstances which, in the opinion of the Exchange Management Board, justify the discontinuation of trading of the instruments or due to circumstances beyond the Exchange's control which relate to the legal status or structure of the underlying. Such decision may also be made in order to protect the safety of exchange trading or the interest of exchange investors.
Expiry date	The date on which the final settlement price is determined. The same date as the last trading day.

First trading day of a new series	The first trading day following expiry of the previous contract. Set out by the Exchange for the first series of a class.
Daily settlement price	<ol style="list-style-type: none"> <li data-bbox="644 295 1423 743">1. Daily settlement price is determined after each session starting from the date on which the first transaction of a contract series was made, exclusive of the expiry date, with a precision determined in the Detailed Exchange Trading Rules for single-stock futures. The closing price for contracts of a series will be deemed the daily settlement price. If the closing price was not determined during the session, the last settlement price or the reference price determined for the session, if it has changed on the terms and conditions defined by the Exchange as a result of corporate actions concerning the underlying instrument or the exercise of rights attached to such instrument, will be deemed the daily settlement price. <li data-bbox="644 779 1423 1361">2. However, if the order book at the end of the closing auction, including at the end of additional halting, if it takes place, contains at least one order with a limit price better (i.e., higher for buy and lower for sell orders) than the settlement price determined according to point 1, the limit price of the best of such orders is the daily settlement price. For buy orders, it is the highest limit price of a buy order above the price determined according to point 1. For sell orders, it is the lowest limit price of a sell order below the price determined according to point 1. If the limit of such an order exceeds the upper or lower price collar applicable at the end of the closing auction, including at the end of additional halting, if it takes place at the end of the closing auction, then the upper or lower price collar applicable at the end of the closing auction, including at the end of additional halting, is the daily settlement price. <li data-bbox="644 1397 1423 1720">3. If additional halting takes place at the end of the closing auction with a determined theoretical opening price and trading on that day closes at the halting, then the theoretical opening price is the daily settlement price. If the daily settlement price so determined exceeds the upper or lower price collar applicable at the end of the additional halting referred to above, then the upper or lower price collar applicable at the end of the additional halting is the daily settlement price. <li data-bbox="644 1756 1423 2020">4. In special cases, in order to ensure the safety of exchange trading, in particular where, due to prevailing circumstances, the determination of the daily settlement price on the terms set out above could jeopardise the liquidity of clearing of futures contracts, upon consultation with KDPW_CCP, the Exchange may set a daily settlement price other than determined on the terms set out above. Such circumstances may include, among others, a failure

	<p>of the exchange's IT systems that could affect the reliability of determining the daily settlement price, and any other event which, in the opinion of the Exchange and KDPW_CCP, may call into question the reliability of the daily settlement price determined on the terms set out above or the accuracy of the determination of the daily settlement price.</p>
Final settlement price	<p>Final settlement price shall be determined on the expiry date as the price of last transaction in the underlying stocks at a session.</p> <p>If no transactions in these stocks were made during that trading session, the final settlement price shall be equal to the reference price determined for the stocks of the underlying instrument for the session on the expiry date.</p>
Daily settlement value	<p>The product of the daily settlement price and the number of stocks per contract. The product is arithmetically rounded off with a precision of PLN 0.0001.</p>
Final settlement value	<p>The product of the final settlement price and the number of stocks per contract. The product is arithmetically rounded off with a precision of PLN 0.0001.</p>
Settlement date	<p>The first business day following the contract expiry date (the last trading day).</p>
Publication of the daily and final settlement values	<p>Immediately following the close of trading.</p>
Settlement method	<p>In cash in Polish zlotys.</p>
Exceptional cases	<p>In exceptional cases the Exchange Management Board lays down rules of procedure and promptly discloses them to the public.</p> <p>Where action is taken involving the underlying stocks or rights attached to the stocks are exercised, the Exchange may make an adjustment of the settlement price and change the number of stocks per contract.</p>
Investor's margin	<p>The investment firm or custodian bank determines the level of its investor's margin deposit.</p>