

Notice reference number: 0039.15.01

Notice date: 30/01/2015

What's this about?

Effective date: 2/02/2015

<input type="radio"/> ASX Trade	<input type="radio"/> ASX 24					
<input type="radio"/> Trading	<input checked="" type="radio"/> Clearing	<input type="radio"/> Settlement				
<input checked="" type="radio"/> Operations	<input checked="" type="radio"/> Technology	<input type="radio"/> Market Data	<input type="radio"/> Rules	<input checked="" type="radio"/> Compliance	<input checked="" type="radio"/> Risk	<input type="radio"/> Other

REMINDER: Introduction of Automatic-Exercise for ASX Exchange Traded Options

As advised in ASX Notice [1488.14.12](#), commencing from February 2015 expiry (inclusive), ASX Clear is introducing automatic exercise as the clearing house default position for all *in-the-money* cash settled and deliverable option contracts on expiry date (with an ability for Participants to exclude automatic exercise for a specific position or to provide for exercise of a specific position which is not *in-the-money*). Rule amendments to facilitate these changes are being introduced with an effective date of 2 February 2015.

The rule amendments also provide transparency as to the error resolution processes that apply where a participant makes an exercise error and also include enhanced ASX powers to support the performance of ASX Clear's functions in the exercise and settlement process, including for participant or ASX error at exercise.

Amendments to the ASX Operating Rules also simplify the description of the relevant expiry date to reflect that the expiry date is as notified by ASX.

What do I need to do and by when?

Attached are marked up version of these amendments to the ASX Operating Rules (Attachment A), ASX Clear Operating Rules (Attachment B) and ASX Clear Operating Rules Procedures (Attachment C).

The amendments become effective on 2 February 2015.

Participants should read the attached rule and procedure amendments to understand the new requirements and introduce any processes or procedures into their respective organisations so as to be compliant with them.

Participants should refer to ASX Notice [1488.14.12](#) for further technical information regarding these changes.

Need more information?

[Please click here for Attachments A, B & C](#)

Issued by

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