TWO-YEAR € SWAPNOTE® FUTURES

Contract Specifications

Description	Swapnote® is a notional bond future with a fixed notional coupon that references the ICE Swap Rate curve as opposed to the Sovereign issuer curve. 2 Year Euro Swapnote® allows users to gain exposure to the 2 year Euro par swap rate.
Contract Symbol	TWS
Unit of Trading	100 000 notional principal amount with 6.0% notional fixed rate.
Delivery Date	Third Wednesday of the delivery month.
Delivery Month	March, June, September and December such that the nearest two delivery months are always available for trading
Quotation	Per €100 nominal value
Minimum Price Fluctuation	0.005 (€5)
Last Trading Day	Two business days prior to the delivery day. On the Last Trading Day, trading in the front delivery month will cease at 10:00.
Exchange Delivery Settlement Price	The EDSP is the present value, as of the delivery day at 11:00, of the notional principle amount and the notional coupons. The discounting of the cash flows is performed using discount factors constructed on the Last Trading Day, from the ICE Swap Rate Euro fixings, and corresponding 3m and 3x3m forward rates. The ICE Swap Rate Euro fixings are compiled daily at 11:00 and displayed on Reuters page “ICESWAP2”. Where the EDSP is not an exact multiple of 0.01, it will be rounded to the nearest 0.01, or where the EDSP is an exact uneven multiple of 0.005, to the nearest higher 0.01 (e.g. an EDSP of 134.7245 becomes 134.72)

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Algorithm	Central order book applies a first in first out (FIFO) matching algorithm.
Off Exchange Trade Types	Basis Trading, Block Trading.
Maturities	Notional principal amount due two years from the delivery day
Contract Standard	Cash settlement based on the Exchange Delivery Settlement Price. Unless otherwise indicated, all times are London times.
Notional Series of Cashflows	The underlying notional cash flows consist of a series of fixed notional coupons and a notional principal at maturity, the dates of which fall on anniversaries of the delivery day. Should an anniversary of a delivery day fall on a non-working day, the notional cash flow date will be the next working day, following the modified business day convention. The notional principal amount always falls on the second anniversary of the contract delivery day (or, first working day thereafter), giving each delivery month the price sensitivity of a two year swap or, equivalently, a two year bond priced off and correlated with the swap curve.
Additional Information	NOTE: All times are London, unless otherwise stated