

ICE Three Month €STR Indexed Futures & Options

What are ICE Three Month €STR Indexed Futures?

ICE Three Month €STR Indexed Futures contract is a cash settled future based on the interest rate on a three-month Euro deposit. The contract is traded on ICE Futures Europe and cleared at ICE Clear Europe, alongside EURIBOR®, SONIA and SARON Futures and Options. www.ice.com/products/82908552/Three-Month-ESTR-Indexed-Future.

EURIBOR® continues to be the key benchmark in Europe. Its benchmark administrator, EMMI, is has taken steps to improve the robustness of the rate. As money markets develop the risk-free rates, ESTR looks to be a perfect complement for EURIBOR®. [ICE backs consultation to strengthen Euribor lending rate](#).

Why trade ICE Three Month €STR Indexed Futures?



Margin efficiencies

A capital-efficient way to manage exposure at the short-term end of the Euro curve through a centrally cleared, exchange-traded contract. For example an offsetting position in Euribor futures would generate a net margin saving of up to 90%.



Liquidity and breadth of products

Multiple market participants providing order book liquidity. Trade ESTR futures alongside ICE's liquid European interest rate complex.



Flexibility

Key spread trading functionality and strategies available for interest rates on ICE platform.

Contract specifications

ICE Three Month €STR Indexed Futures contract	
Trading hours	1 a.m. – 9 p.m. local london time
Contract size	€2,500* rate index
Quotation	100.00 minus rate of interest
Minimum price fluctuations	0.00250 (€6.25)
Delivery months	25 quarters (March, June, September, December) plus 6 months are available for trading
Last trading day	One business day prior to the third Wednesday of the third calendar month after the start of the accrual period trading will cease at 18:00 (Brussels time)
EDSP	Compounded in arrears. Publication: next business day after the last trading day 100 minus the EDSP rate, determined as described below. Based on ESTR (Euro short-term rate) as calculated by the Benchmark Administrator each business day, the EDSP rate represents the effective rate of interest achieved by reinvesting at ESTR for each day of the accrual period of the contract. The following formula shall be applied: www.ice.com/publicdocs/images/three_month_estr_edsp.png
First accrual day	Third Wednesday of the delivery month
Last accrual day	Business day prior the third Wednesday of the third calendar month after the start of the first accrual day
Matching algorithm	GTBPR

How to access ICE Three Month €STR Indexed Future?

Product	ICE Code	Bloomberg Code	Refinitiv
Three Month €STR	ER3	TKYA	O#EON3:
€STR vs. Euribor (ICS)	ER3:I	TKYER	

How to access ICE Three Month €STR Indexed Option?

Product	ICE Code	Bloomberg Code	Refinitiv
Options on Three Month €STR	ER3	TKYA	O#EON3:
1 Year Mid Curve Options on Three Month €STR	EM1	TXWA	O#1EON3 +
2 Year Mid Curve Options on Three Month €STR	EM2	TXYA	O#2EON3 +
3 Year Mid Curve Options on Three Month €STR	EM3	TYCA	O#3EON3 +

Block thresholds for Futures

Product	Standard publication		Deferred publication		Basis trades
	Outright	Strategy	Outright	Strategy	
Serial white months	125	250	500	750	125
White months	750	1500	2500	3750	
Red months	375	750	2000	3000	
Green months	125	250	1000	1500	
All other months	125	250	500	750	

Block thresholds for Options

Product		Standard publication		Deferred publication	
		Outright	Strategy	Outright	Strategy
Options on Three Month €STR	White months	250	250	1000	1000
	Red months	100	100	1000	1000
1 Year Mid Curve Options on Three Month €STR	All months	100	100	1000	1000
2 Year Mid Curve Options on Three Month €STR	All months	100	100	1000	1000
3 Year Mid Curve Options on Three Month €STR	All months	100	100	1000	1000



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