



## ICE OTC ERROR TRADE POLICY

### Overview

ICE applies this ICE OTC Error Trade Policy (the “Policy”) in relation to Section 6(e) of the ICE OTC Participant Agreement under which ICE reserves the right to adjust or cancel any transaction on the OTC platform (heretofore a “Trade”) that ICE has determined to be “off market,” executed at an unrepresentative price, or to have resulted from a trading error (“Error Trade”). ICE may apply this Policy (i) when a Trade is reported to ICE as being erroneous or at an unrepresentative price, or (ii) at its own discretion and regardless if a Trade has been reported to ICE.

### Price Adjustment and Trade Cancellation Process

ICE defines a No Cancellation Range (“NCR”) for each market type or product listed on the OTC platform. For a Trade under review by ICE in accordance with this policy, the NCR shall be the range of prices above or below Fair Value where if the Error Trade were to fall it may not be adjusted or cancelled. The NCR’s for all products available to trade on the Platform as listed in **Appendix I**.

Fair Value is the price that best reflects fair market value at the time when the Error Trade was consummated. To determine Fair Value may consider, but is not limited to, last traded price, opening price, prior day settlement price, bids and offers, trades and/or bids and offers in related markets, and consultation with other market participants.

Where ICE determines that a Trade, and consequential Trades, was executed at an unrepresentative price, ICE may, in its absolute discretion:

- i. adjust the price of the Trade, and consequential Trades, to a price that ICE evaluates as Fair Value at the time of execution plus or minus the NCR for that Trade;
- ii. cancel the Trade and any such consequential Trades;
- iii. let the Trade and any such consequential Trades stand.

Under normal market conditions ICE will not adjust or cancel a Trade due to the volume of the transaction. However, in exceptional circumstances and in the interest of operating an orderly OTC platform, at its absolute discretion, ICE can determine that a Trade may be price adjusted or cancelled.

ICE reserves the right to consider each Error Trade on its individual merits, in doing so it shall endeavor to ensure that this Policy is adhered to but reserves the right to and may amend this Policy or deviate from this Policy in light of the circumstances of each individual case in the interest of maintaining a fair and orderly market.

## Appendix I - ICE OTC No Cancellation Range