

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

DEPARTMENT : CURRENCY DERIVATIVES	
Download Ref No : NSE/CD/37022	Date : February 22, 2018
Circular Ref. No : 05/2018	

All Members,

Launch of trading in Exchange Traded Cross Currency Derivatives

In continuation to our circular (Download No. 31939) dated March 10, 2016 and circular (Download No. 32042) dated March 22, 2016, Exchange has received approval from SEBI for trading in Cross Currency Futures and Options contracts.

The details of contract specifications for Cross Currency Futures and Options contracts on EUR-USD, GBP-USD and USD-JPY are provided in Annexure 1.

In view of the introduction of Cross Currency Derivatives the applicable market timings for Currency Derivatives segment will be as follows:

Particulars	Market Timings	
	Currency Futures & Options (USDINR, EURINR, GBPINR, JPYINR), T-Bills Futures & Interest Rate Futures	Cross Currency Futures and Options (EURUSD, GBPUSD & USDJPY)
Normal Market open time	09:00 hrs	
Normal Market close time	17:00 hrs	19:30 hrs
Trade modification end time	17:30 hrs	19:45 hrs
Position Limit/Collateral value Set up cut off end time	19:45 hrs	

Members are requested to refer Exchange circular (Download No. 32042) dated March 22, 2016 regarding additional files.

Members are advised to load the updated cd_contract.gz, cd_participant.gz , cd_spd_contract.gz file in the trading application on or before trading on February 27, 2018. This file can be obtained from the directory /cdsftp/cdscommon on the Extranet server.

This circular shall be applicable from February 27, 2018.

**For and on behalf of
National Stock Exchange of India Limited**

**Arvind Goyal
Assistant Vice President**

Toll Free No 1800-266-00-53	Fax No +91-22-26598155	Email id mms@nse.co.in
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Annexure 1

Contract Specifications for Cross Currency Futures

Symbol	EURUSD	GBPUSD	USDJPY
Market Type	N	N	N
Instrument Type	FUTCUR	FUTCUR	FUTCUR
Unit of trading	1 - 1 unit denotes 1000 EUR	1 - 1 unit denotes 1000 GBP	1 - 1 unit denotes 1000 USD
Underlying / Order Quotation	The contract would be quoted in USD terms. The outstanding positions would be in EURO terms	The contract would be quoted in USD terms. The outstanding positions would be in GBP terms.	The contract would be quoted in JPY terms. The outstanding positions would be in USD terms.
Tick size	0.0001	0.0001	0.01
Calendar spreads*	Spread Combinations available for trading would be M1 – M2, M1 – M3, M1 – M4, M2 – M3, M2 – M4, M3 – M4 All spread orders shall be placed in terms of price difference only.		
Trading hours	Monday to Friday (9:00 a.m. to 7:30 p.m.)		
Contract trading cycle	12 serial monthly contracts		
Expiry date /Last Trading day	The last trading day for the contracts shall be two working days prior to the last working day of the expiry month at 12.30 pm. If last trading day is a trading holiday, then the last trading day shall be the previous trading day.		
Quantity Freeze	10,001 or greater		
Price Operating range	Tenure upto 6 months	+/-3 % of base price	
	Tenure greater than 6 months	+/- 5% of base price	
Base price	Theoretical price on the 1st day of the contract. On all other days, Daily settlement price (DSP) of the contract.		
Mode of settlement	Cash settled in Indian Rupees		

* *M denotes expiry month*

Contract Specifications for Cross Currency Options

Symbol	EURUSD	GBPUSD	USDJPY
Market type	N	N	N
Instrument type	OPTCUR	OPTCUR	OPTCUR
Option type	Premium style: European ,Call & Put Options (CE / PE)	Premium style: European ,Call & Put Options (CE / PE)	Premium style: European ,Call & Put Options (CE / PE)
Unit of trading	1 contract unit denotes EUR 1000	1 contract unit denotes GBP 1000	1 contract unit denotes USD 1000
Underlying / Order Quotation	The contract would be quoted in USD terms. The outstanding positions would be in EURO terms	The contract would be quoted in USD terms. The outstanding positions would be in GBP terms.	The contract would be quoted in JPY terms. The outstanding positions would be in USD terms.
Tick size	0.0001	0.0001	0.01
Trading hours	Monday to Friday (9:00 a.m. to 7:30 p.m.)		
Contract trading cycle	3 serial monthly contracts followed by 3 quarterly contracts of the cycle March/June/September/December		
No of strikes	Minimum 12 In-the-money, Minimum 12 Out-of-the-money and 1 Near-the-money. (25 CE and 25 PE)		
Strike price intervals	0.005	0.005	0.5
Expiry/Last trading day	The last trading day for the contracts shall be two working days prior to the last working day of the expiry month at 12.30 pm. If last trading day is a trading holiday, then the last trading day shall be the previous trading day.		
Quantity freeze	10,001 or greater		
Price Operating range	Contract specific price range based on the delta of the option contract		
Base price	Theoretical price on the 1st day of the contract. On all other days, Daily Settlement Price (DSP) of the contract.		
Mode of settlement	Cash settled in Indian Rupees		