

Summary of ASX 24 rule changes for NTP

NTP rule reference & description		Former rule reference & description		Summary of rule amendments
SECTION 2 - PRODUCTS				
N/A	N/A	Procedure 2300(d)	Effect of a Cash Settled Futures Contract that is a Contract for Difference	Rule has been deleted, Contracts for Difference have been delisted from ASX 24.
Procedure 2500.1	Futures Daily Settlement Price Procedures	Procedure 2500.1	Futures Daily Settlement Price Procedures	Procedure 2500.1 has been updated to remove references to "Interim". NTP will not support the publication of interim prices, only the final Daily Settlement Price will be published. Settlement information for de-listed contracts has been deleted from this procedure.
N/A	N/A	Rules 2800-2802	Transitional Provisions to enable ASX Grain Contracts to be traded as though they had been opened on the Exchange	Rules 2800 to 2802 have been deleted now that the Transitional Provisions for ASX Grain Contracts no longer apply.
SECTION 3 - TRADING RULES				
Procedure 3200.9	Reference Price and Cancellation Ranges for Contracts not subject to the ASIC Competition Market Integrity Rules	Procedure 3200.9	Reference Price and Cancellation Ranges for Contracts not subject to the ASIC Competition Market Integrity Rules	Cancellation ranges for de-listed contracts have been removed.
Procedure 3200.10	Reference Price, Anomalous Order Threshold, Regulatory Halts and Cancellation Ranges for Futures Contracts subject to the ASIC Competition Market Integrity Rules	Procedure 3200.10	Reference Price, Anomalous Order Threshold, Regulatory Halts and Cancellation Ranges for Futures Contracts subject to the ASIC Competition Market Integrity Rules	The procedure has been updated to reflect functional changes to the Spread order algorithm.

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SECTION 4 - ORDER ENTRY AND EXECUTION, DISPLAY, REPORTING AND SERVICES				
Procedure 4013	Session States	Procedure 4013	Session States	Session states have been presented in a table format for easier interpretation. The Levelling Phase will not be used under NTP (consistent with the ASX market) and therefore has been removed from Procedure 4013. Prioritisation of orders has been moved from Procedure 4013 to Rule 4031 (Priority of Orders).
Procedure 4019	Expressions of Interest	Procedure 4021.1	Expressions of Interest	There will be no Message Facility in the NTP and therefore Expressions of Interest will only be able to be sent via the Request For Quote ("RFQ") Facility. Procedure 4019 has been updated to reflect this functional change.
Rule & Procedure 4020	Order Types	Rule 4020	Order Entry and Expression of Interest	<p>Rule 4020 covers Order types and a procedure has been added to supplement this rule. Under NTP, order types are now categorised as Standard Orders (Limit Orders and Market to Limit Orders) and Strategy Orders (Market Operator Defined Strategy Orders and User Defined Strategy Orders).</p> <p>The functionality of the Limit order will change - currently ASX 24 Limit orders only allow a limit price as high (or low) as the best opposing order. The NTP Limit order will allow the user to enter a limit price so that the order can trade anywhere up to and including that price, equivalent to the Limit order functionality on ASX. The Limit order behaves as a sweep order type and will fill level by level adhering to the limit price.</p> <p>Market To Limit ("MTL") order is a new order type under NTP and is based on the existing MTL order type available on ASX. The MTL order trades at the best opposing price and if not completely filled will rest as a Limit order with the remaining volume. The MTL order is entered without a price and an opposing order is a prerequisite.</p> <p>ASX is also introducing enhanced pre-trade risk management controls within NTP, allowing the user to set the following limits:</p> <ul style="list-style-type: none"> - Maximum order quantity: set per account, product and Trading Participant which are mandatory for all accounts and products; - Net position limits: net long and net short limits per account, product and Trading Participant which are mandatory for all accounts and products. These limits are different to the Expiry Position Limits under ASX 24 Operating Rule 3400. - Trading protection limits: maximum price deviation from a reference price during open trading. These are not mandatory and Trading Participants can set these limits per segment and product. - Price bands: These are the Anomalous Order Thresholds (AOT) required by the ASIC Competition Market Integrity Rules for Index Derivatives. <p>Note that these controls are not referred to in the ASX 24 Operating Rules.</p>

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Rule 4021 & Procedure 4021(a)	Standard Order Requirements - Mandatory	Rule 4021 & Procedure 4021.2	Information to be Input When Orders Entered on the Trading Platform	<p>The mandatory order requirements have been simplified for Standard Orders and now include:</p> <ul style="list-style-type: none"> - Commodity or Security code - Quantity - Buy or Sell - Account type - Account identifier <p>Procedure 4021(a) provides greater clarity on the Account Identifier requirements, factoring in circumstances where the order is an Aggregated Order, a Principal Order or scenarios where the Trading Participant was unable to enter an Account Identifier at the time of order entry. Corresponding changes have also been made to the Definitions, now appearing as "Account Identifier" rather than "Client Identifier".</p> <p>NTP will also result in changes to the Account Identifier functionality. Previously, Trading Participants had 10 minutes from the time a trade was executed to add the identifier information, however, under NTP this can only be entered at the time of order entry and whilst the order remains active. Upon execution, the trade cannot be amended to include the Account Identifier.</p>
Rule 4021 & Procedure 4021(b)	Standard Order Requirements - Optional	Rule 4021 & Procedure 4021.3	Permitted Orders and Order Designations on the Trading Platform	<p>The optional order requirements for Standard Orders include the following Allowed Time Conditions:</p> <ul style="list-style-type: none"> - Fill or Kill - Good For Day - Good Till Cancel - Good Till Date - Good Till Time - Immediate or Cancel <p>In addition to the Allowed Time Conditions, the Unintentional Crossing Prevention (UCP) is an optional order requirement which allows Trading Participants to assign a unique crossing key to orders. When two opposing orders from the same Trading Participant with the same crossing key result in a trade, this creates an internal booking report that identifies a trade that results in no change of beneficial ownership. These trades are not reported to the market through the FIX Market Data and Market Data protocols and do not affect the open, high, low, last prices or market volume. All internal booking trades are reported through to Genium Clearing and Clearing Participants are required to net-off the buy and sell positions resulting from the trade. The crossing key is a 4 byte integer and can be applied to outright orders, Market Operator Defined Strategy orders and User Defined Strategy orders.</p>

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Rule 4022 & Procedure 4022(a)(i)	Market Operator Defined Strategy Order - Spread Orders	Rule 4402 and Procedure 4402.2	Spread Orders	Market Operator Defined Strategy Orders is the new category name for the existing Spread and Strip Orders. The Spread Trade Price Algorithm has been deleted from the Spread order rules in line with a preference to remove functional descriptions from the rule books. ASX will be introducing a 90 Day Bank Bill Futures Butterfly order as a Market Operator Defined Strategy order. A Butterfly order consists of buying/selling a quarter month, selling/buying the next quarter month and buying/selling the next quarter month. The ratio for the 90 Day Bank Bill Futures Contract Butterfly is 1:2:1
Rule 4022 & Procedure 4022(a)(ii)	Market Operator Defined Strategy Order - Strip Orders	Procedure 4820	Block Trades	Electricity strips have been moved from Procedure 4820 (Block Trades) to Procedure 4022(a)(ii) so that all Strip order information is located in the same section.
Rule & Procedure 4022(b)	User Defined Strategy Order - Fixed Leg Price Combinations and Net Price Combinations	Rule & Procedure 4403	Custom Market Orders	<p>Custom Market orders will now be known as User-Defined Strategy orders. Participants can create either Fixed Leg Price strategies or Net Price strategies. Note that these order types are currently available on ASX 24 but were not previously named.</p> <p>Key changes to the rules are as follows:</p> <ul style="list-style-type: none"> - The volume ratio limit has been increased from 50 to 150 - Minor changes to the price limit requirements - Participants will no longer be required to issue an RFQ prior to entering an order for a UDC unless the strategy was pre-negotiated in which case the existing requirements for RFQs remain in place (Rule 4060). - Clarification on the User Defined Strategy Algorithm
Procedure 4820	Block Trades	Procedure 4402.3	Procedures for Option Strategy Orders	Option Strategies with 7 or more legs were previously transacted by submitting an "Option Strategy Record Form". Going forward any option strategies with 7 or more legs should be registered via the Block Trade facility. Procedure 4820 has been updated to describe how users should register the strategy via the Block Trade Facility.
Rule 4031	Priority of Orders	N/A	N/A	Rule 4031 is a new rule which provides greater clarity on the priority rankings of Strategy and Implied Orders and is harmonised with the equivalent ASX Operating Rule 4031 for Combinations and Derived Orders.
Procedure 4051	Additional Terms of Contract - Strategy Orders	N/A	N/A	Rule 4051 is a new rule which advises that each leg of a Strategy order ceases to be contingent upon the other when executed and is harmonised with the equivalent ASX Operating Rule 4051 for Combinations.
Procedure 4060	Order Negotiation - Pre-Negotiated Orders	Procedure 4401	Order Negotiation - Pre-Negotiated Orders	<p>Key changes to the rules are as follows:</p> <ul style="list-style-type: none"> - The rule clarifies that the exemptions from certain ASIC ASX 24 Market Integrity Rule requirements (withholding, disclosure and aggregation of orders) apply to Expressions of Interest as differentiated from actual orders. - There will be no "Message Facility" under NTP, all RFQs must be submitted via the "RFQ" facility. <p>There is no change to the requirement to issue an RFQ prior to releasing pre-negotiated orders.</p>

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Procedure 4820	Block Trades	Procedure 4820	Block Trades	<p>Key changes to the rules are as follows:</p> <ul style="list-style-type: none"> - The requirement to notify ASX within 5 minutes of a Block Trade being agreed has been removed. - Participants are required to register the Block Trade in TradeAccept within 10 minutes of the trade being agreed. - There is no requirement to send a message to the market via the Message Facility for Block Trades in energy products. - User Defined Strategy Option orders with 7 or more legs are now registered electronically through the Block Trade Facility. - The Block Trade table has been re-formatted for easier interpretation. - Information on electricity strip contracts has been moved to Procedure 4022 (Strip Orders). - Deletion of the Fixed Price Tender Rules which no longer apply.
Rule and Procedure 4840	Position Reporting	Rule and Procedure 3500	Reporting	Procedure 4840.2(c) has been amended to introduce greater clarity around reporting requirements. Specifically, the rule requires participants to only report positions held in a clearing account. Thus, participants that duplicate reporting of open positions in a DBOR report will breach this rule requirement.
SECTION 7 - DEFINITIONS				
Section 7	Definitions	Section 7	Definitions	Various amendments to the definitions to reflect terminology and functional changes.