

- **Spread:** according to spread 'Table A' from Thursday to Wednesday and according to 'Table B' on Thursday before expiry.

**WEEKLY MIBO - TABLE A**

BID		Spread
0	50	10
50	100	20
100	300	30
300	500	40
500	800	50
800	1,200	60

**WEEKLY MIBO - TABLE B**

0	50	20
50	100	40
100	300	60
300	500	80
500	800	100
800	1,200	120

## Pricing

- **Trading fees:** € 0.41 per lot
- **Clearing fees:** € 0.30 per lot
- **Exercise/Assignment Fees:** € 0.30 per lot
- **Big size deal:** for contracts in excess of 100 within a single trade, a reduction of 50% is applied to the unit fee per transaction on both trading and clearing fees
- **DMM and DS:** 60% discount on trading fees.

## Contacts

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# FTSE MIB weekly options



The launch of FTSE MIB weekly options enhances the IDEM product range. The new product allows investors for more flexibility in trading the Italian benchmark index by introducing expirations each week alongside the existing monthly contracts.

FTSE MIB weekly options provide a cost-effective opportunity for capitalizing on market fluctuations related to macro-economic conditions or events that take place during a month such as: earnings, government reports and highly volatile market conditions.

## Benefits

- **Expanded trading opportunities:** complementary to FTSE MIB index options that expire on the 3rd Friday of each month, weekly options enlarge the set of trading strategies available on IDEM, adding those with high gamma and theta exposure. They can also be used to fine-tune hedging activity on FTSE MIB index futures
- **Quick delta swings:** weekly index options provide a leveraged opportunity to traders looking for short term exposure to the Italian market
- **Integrated margin system in CC&G:** allow members to optimise the margin level required on open positions.

## Contract specifications

- **Underlying:** FTSE MIB index
- **Tick:** 1 index point
- **Multiplier:** € 2.5 per index point
- **Contract size:** strike \* multiplier
- **Quotation:** index points
- **Exercise price interval:** 100 index points
- **Number of exercise prices:** 21 (ATM, 10 ITM, 10 OTM)
- **Lifetime**
  - **W1:** from the last Thursday of the month until the first Friday of the next month
  - **W2:** from the first Thursday of the month until the second Friday of the month
  - **W4:** from the third Thursday of the month until the fourth Friday of the month
  - **W5 (for months with a 5<sup>th</sup> Friday):** from the fourth Thursday of the month until the 5th Friday of the month

- **Expiry day:** 9.05am of the relevant Friday. Should this not be a business day, the contract expires on the first trading day preceding that day
- **Last trading day:** relevant Friday at 9.05am
- **Settlement:** cash settlement
- **Settlement price:** value of the FTSE MIB index, calculated on the opening prices of the financial instruments that make up the index recorded on the last day of trading
- **Block trades\*:** minimum quantity at 100 lots with price equal to +/- 10% over the bid/ask spread.

## Market Making

Designated Market Makers and Designated Specialists support liquidity on FTSE MIB weekly options, according to the following set of obligations:

- **Quantity:** equal to 10 contracts from Thursday to Wednesday, then 5 contracts on Thursday before expiry
- **Strikes:** 7 consecutive call and put series within a range of 9 strikes defined by the ATM series, 1 ITM series and 7 OTM series from Thursday to Wednesday. On Thursday before expiry and for the expiring series obligations are reduced to 5 consecutive call and put series within a range of strikes defined by the ATM series, 1 ITM series and 5 OTM series
- **Expiry:** first listed weekly maturity. As from Thursday before expiry the new weekly listed maturity needs to be quoted too
- **Time:** quotes need to be restored within 2 minutes following their application on the order book

\* Block trades are entered as cross/committed orders; such orders are also available without a minimum volume threshold within bid/ask spread, extremes excluded

