



**Borsa Italiana**

# **FTSE Italia PIR Mid Cap Futures**

---

**Italian mid cap companies  
have a big future.**



**London**  
Stock Exchange Group

---

The new Italian  
Futures contract  
on the PIR  
compliant Index.

# FTSE Italia PIR Mid Cap Total Return Index

The FTSE Italia PIR Mid Cap Total Return Index is a benchmark index for the Italian equity markets, measuring the performance of Italian companies matching the personal savings plan (PIR) Law introduced in Italy in 2017.

The index is derived from the FTSE Italia Mid Cap Index, described in the FTSE Italia Index Series Ground Rules, whose constituents are screened according to PIR requirements.

The index has been created to be suitable for futures and options trading, as a benchmark index for Exchange Traded Funds, and for tracking mid capitalisation stocks in the Italian market.

The FTSE Italia PIR Mid Cap Total Return Index is market capitalisation weighted after adjusting constituents for float, individual constituent weights are capped.

## Eligible securities

The FTSE Italia PIR Mid Cap Index constituent shares are selected from the constituents of the FTSE Italia Mid Cap Index. All stocks traded on Borsa Italiana's MTA and MIV markets, except for savings shares and preferred shares, are eligible for inclusion in the FTSE Italia PIR Mid Cap Index, provided that they will match the requirements of the PIR law.

## Dividend treatment

The Total Return version of the FTSE Italia PIR Mid Cap index provides investors with opportunity to remove the uncertainty over the dividend payment date thus offsetting the implicit dividend risk and matching the need of asset managers.

Extraordinary dividends are treated in accordance with Borsa Italiana's practice, using generally accepted rules of financial equivalence. In order to ensure coherent treatment with IDEM traded derivatives, Borsa Italiana rules for adjustments on the IDEM market are followed. Borsa Italiana shall take account of distributions of dividends, in cash or in kind that the company classifies as additional with respect to dividends derived from the distribution of the normal profits for the year or with respect to the normal dividend policy. If the company does not classify dividends, Borsa Italiana may consider dividends to be extraordinary that are featured by elements establishing their additional nature with respect to the company's normal dividend policy and shall immediately inform the market.

# FTSE Italia PIR Mid Cap Futures

## Benefits of trading a PIR compliant Index Futures

- Directional trading
- Hedging portfolio exposure, efficient position and liquidity management
- Virtuous liquidity circle across Italian cash equities, ETPs and Index Futures

## Contract specifications

<b>Underlying</b>	FTSE Italia PIR Mid Cap Total Return (gross dividend)
<b>Trading hours</b>	08.30 – 09.00 (9.00.00 – 9.00.59) opening auction (pre-auction, validation and opening); 9.00- 17.50 continuous trading
<b>Multiplier</b>	Each index point has a value of € 1
<b>Tick</b>	5 index points (€ 5)
<b>Expiries</b>	4 expiry dates are quoted: 4 quarterly maturities in March, June, September and December. New futures are quoted on the first trading day following expiration
<b>Expiry day</b>	the contract expires on the third Friday of the expiry month at 9.05 am. If the Exchange is closed that day, the contract expires on the first trading day preceding that day
<b>Last trading day</b>	trading in any contract closes on expiry of that contract (9.05am on expiration day)
<b>Settlement</b>	cash
<b>Daily settlement price</b>	determined on the basis of the theoretical value taking into account the reference price of the underlying index and the other factors influencing the theoretical value of the futures
<b>EDSP</b>	the settlement price is equal to the value of the FTSE Italia Mid Cap PIR Total Return Index, calculated on the opening prices of the financial instruments that make up the index recorded on the last day of trading. If the opening price of any financial instrument on the index has not been established by the end of the trading session, Borsa Italiana will determine the settlement price by using the price of the last contract made during the previous session. Borsa Italiana may set a different price after considering any other objective elements it has gathered
<b>BTF</b>	+/- 5% with respect to BBO provided at least 20 lots are bilaterally traded

## Market making scheme

Market makers support liquidity on the FTSE Italia PIR Mid Cap Total Return Index Futures according to the following set of quoting obligations:

- **Expiries:** First maturity until the second day before its maturity; second maturity starting from the third day before the current maturity
- **Minimum quantity:** 5 lots per order book side
- **Maximum spread:** 100 index points

# Options and Futures on Italian Mid Cap equities

The IDEM market of Borsa Italiana also provides trading firms and asset managers with a wide offering in terms of listed options and futures contracts on Italian Mid Caps.

TICKER	UNDERLYING	MULTIPLIER	OPTION	FUTURES
ACE	ACEA	500	•	•
AMP	AMPLIFON	500	•	
ANIM	ANIMA HOLDING	500	•	•
STS	ANSALDO STS	500	•	•
AGL	AUTOGRILL	500	•	•
BMPS	BANCA MONTE DEI PASCHI DI SIENA	100	•	•
BPSO	BANCA POPOLARE SONDRIO	500	•	
BC	BRUNELLO CUCINELLI	100	•	
CERV	CERVED INFORMATION SOLUTIONS	500	•	
CIR	COMPAGNIE INDUSTRIALI RIUNITE	1000	•	•
CVAL	CREDITO VALTELLINESE	100	•	
DAN	DANIELI & C.	100	•	
DLG	DE' LONGHI	500	•	
DIA	DIASORIN	100	•	
EIT	EI TOWERS	50	•	
ERG	ERG	500	•	•
GEO	GEOX	500	•	•
HER	HERA	1000	•	•
IMA	IMA	50	•	
IP	INTERPUMP GROUP	100	•	
INW	INWIT	500	•	
IRE	IREN	1000	•	
JUVE	JUVENTUS FOOTBALL CLUB	1000	•	
MN	MONDADORI EDITORE	1000	•	
OVS	OVS	500	•	
PIA	PIAGGIO & C.	1000	•	
PRI	PRIMA INDUSTRIE	50	•	
SFL	SAFILO GROUP	100	•	
TIP	TAMBURI INVESTMENT PARTNERS	500	•	
TGYM	TECHNOGYM	500	•	
TOD	TOD'S	100	•	•

## **Contacts**

### **Italian Derivatives Market**

[idemmarket@lseg.com](mailto:idemmarket@lseg.com)

This document contains text, data, graphics, photographs, illustrations, artwork, names, logos, trade marks, service marks and information ("Information") connected with Borsa Italiana S.p.A. ("Borsa Italiana"). Borsa Italiana attempts to ensure Information is accurate, however Information is provided "AS IS" and on an "AS AVAILABLE" basis and may not be accurate or up to date. Information in this document may or may not have been prepared by Borsa Italiana but is made available without responsibility on the part of Borsa Italiana. Borsa Italiana does not guarantee the accuracy, timeliness, completeness, performance or fitness for a particular purpose of the document or any of the Information. No responsibility is accepted by or on behalf of Borsa Italiana for any errors, omissions, or inaccurate Information in this document. The publication of this document does not represent solicitation, by Borsa Italiana, of public saving and is not to be considered as a recommendation by Borsa Italiana as to the suitability of the investment, if any, herein described. No action should be taken or omitted to be taken in reliance upon Information in this document. We accept no liability for the results of any action taken on the basis of the Information.

© December 2017 Borsa Italiana S.p.A. – London Stock Exchange Group

All rights reserved.

Borsa Italiana S.p.A. Piazza degli Affari, 6 – 20123 Milano (Italia)

[www.borsaitaliana.it](http://www.borsaitaliana.it)