



MARKET NOTICE

Market Notice: 2020_04

Date: 1 July 2020

Subject: Market Conventions Amendments

Market participants are advised of the following amendments to AFMA's Interest Rate Derivative Conventions, and to AFMA's Negotiable / Transferable Instruments Conventions, effective 1 July 2020.

1. Interest Rate Derivative Conventions

The Swaps Committee considered the neutral date window for both domestic basis swaps and Cash/BBSW swaps (the latter generally referred to as BoBs)- as being unnecessarily wide and agreed an amendment to Section 3.6 of the Conventions changing the neutral date window from 10 business days to 5 business days.

Queries in relation to these amendments should be directed to [Michael Chadwick](#), Head of Education and Director - Markets

2. Negotiable / Transferable Instruments Conventions

NCDs subject to these conventions are issued electronically and settled through Austraclear. The product description as presented in Section 2.1 has been revised to reflect this, and Section 3.7.2. *Electronic Paper - E/Bills, E/CDs, E/PNs* has been deleted, thereby removing language which would otherwise indicate that physical issuance and delivery was the default settlement methodology.

Queries in relation to this amendment should be directed to [Murray Regan](#), Director - Markets and Rates
