

# XONTRO<sup>®</sup>

XONTRO Newsletter

Financial Institutes

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(English Version)

Within XONTRO, the following modification will be introduced:

*As of 17 August 2011: The Börse Hannover will introduce a new market segment for open funds. Details about this will be elaborated in what follows.*

## Functional description

### • Introduction

The Börse Hannover will introduce a new market segment for open funds where, for the daily price fixing routine, only those orders will be used that had been entered until the relevant cut off latest, according to the appropriate forward pricing regs and rules.

The following issues:

- which instruments will be affected by this measure,
- at what time the cut off will be reached for the instruments in question, and
- for how many days the forward pricing will be extended

will all be guided by WM data fields.

### • WM data fields

Those instruments affected by the cut off can be identified by the key value „DE6“ (KM HAN) in the field XD080 (main segment supplement).

The cut off time will be included in the field XD153 (cut off time).

If forward pricing will be used, and for how many days the forward pricing will stretch, will be laid out in the fields XD149 (“forward pricing yes / no”) and XD151 (“number of days of forward pricing”).

The brokerage will be guided by the field XD697. The key value for Hannover will be “5” (fixed brokerage of EUR 11.00) in these cases.

The field XD149 (forward pricing flag) will be used to guide the orders towards the date as to when they will be valid from.

The cut off, as well as the forward pricing flag and the number of forward pricing days, may be viewed in the WSS dialog mask WSIX/XA.

### • Order insertion

Only market orders may be entered. The expiration date of all orders will automatically be set to “year end” resp. “quotation end” (if quotation end comes before year end).

If forward pricing flag = NO, then only the cut off time will be considered, but not the number of forward pricing days.

If forward pricing flag = YES, then the number of forward pricing days will be considered, according to the example to follow:

- Number of forward pricing days = 3 and order entry is on a Monday **before** cut off --> Order to become valid from Thursday
- Number of forward pricing days = 3 and order entry is on a Monday **after** cut off --> Order to become valid from Friday

Orders "to become valid on the following day" will not be considered within the stock balancing and the stock balancing list, since these orders are not considered active.

- **Order modification / deletion**

Orders that have been inserted and regarded as valid by cut off time may not be modified or deleted any more.

- **Order stock at modification introduction date**

A migration of the order stock being existent at the modification introduction date will not be necessary if the sub market segment will be set to "Hannover cut off"; the existing orders will furtheron be regarded as "normal" orders and will therefore be matched by the "next" price fixing procedure.

- **Subsidiary rights**

Orders „to become valid on the following day“ will be covered by the subsidiary rights and then be modified resp. deleted according to the normal order processing rules.