

28/09/2018 Budapest - Workshop
**HUDEX Power Market
News**

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h u d e x
HUNGARIAN DERIVATIVE
ENERGY EXCHANGE

AGENDA



REVIEW

NEW
PRODUCTS

STP

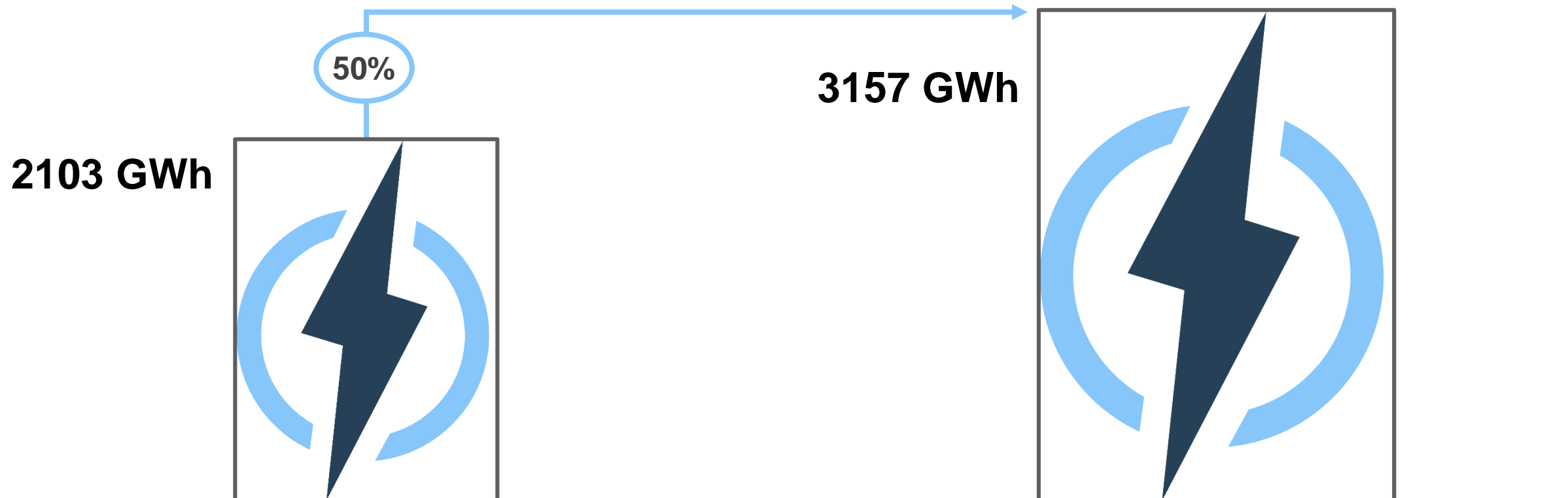
SETTLEMENT
PRICE CALC

OPENING
HOURS

THE POWER MARKET AT HUDEX

2017 (I-VIII) PHYSICAL FUTURES

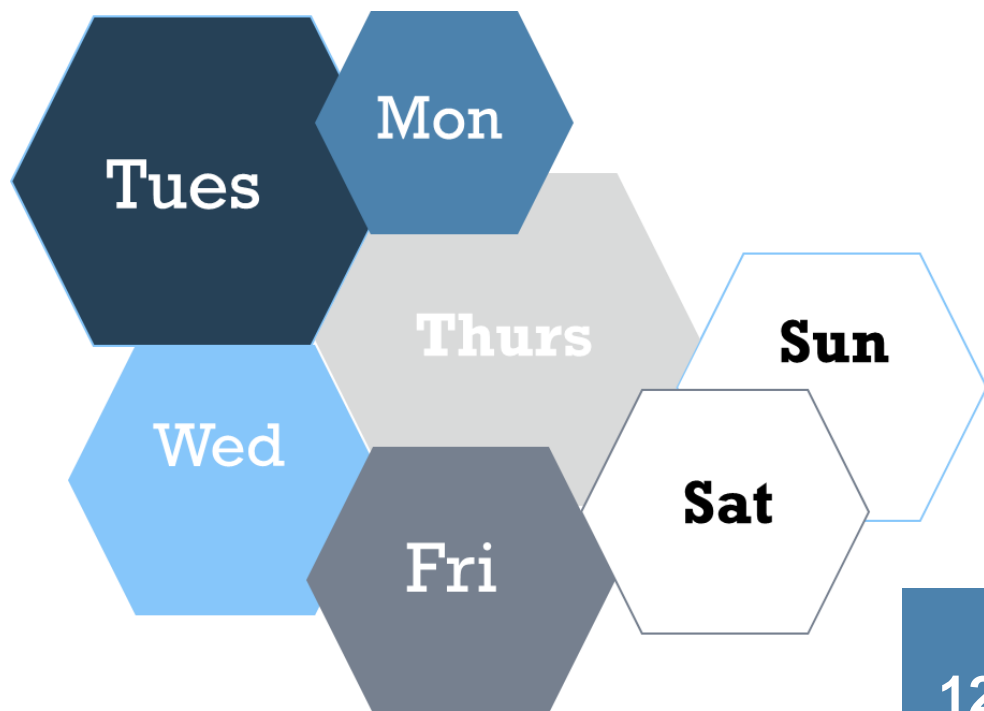
2018 (I-VIII) FINANCIAL FUTURES



NEW PRODUCTS

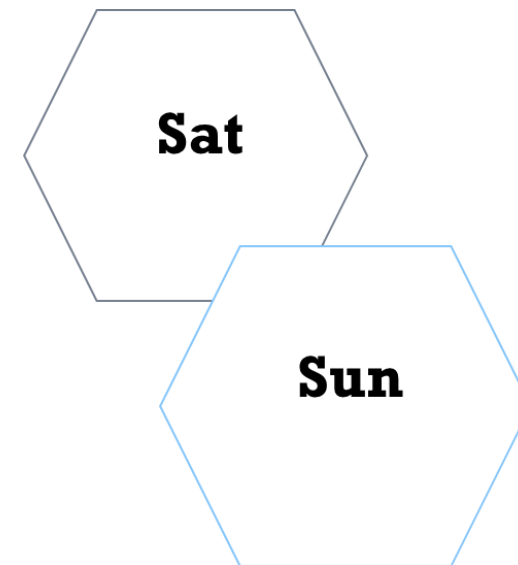
INTRODUCING THE DAY AND WKND PRODUCTS

Power **Day** products



GO LIVE:
12 NOVEMBER 2018

Power **Weekend** products



NEW PRODUCTS COMING



INTRODUCING THE DAY AND WKND PRODUCTS

Name	HUDEX Hungarian Base Day Power Future HUDEX Hungarian Base Weekend Power Future
Subject of the contract	Index based on the HUPX DAM base index for the days of the respective delivery period. HUPX DAM index will be the final settlement price.
Delivery periods	HUDEX Hungarian Base Day Future: <ul style="list-style-type: none">▶ The next 6 days HUDEX Hungarian Base Weekend Future: <ul style="list-style-type: none">▶ The upcoming weekend
Contract volume	24 hours of the day (23/25 for summer/winter time change) Weekend is counted as 2 base days
Fulfilment	Fulfilment by means of cash settlement based on the final settlement price on the settlement day following the last trading day.

HUDEX Power product range will be extended with **short term power product range** including base days and weekends

STP SOLUTION FOR HUDEX POWER



STRAIGHT-THROUGH PROCESSING

The STP (Straight Through Processing) for the clearing registration of OTC trades at HUDEX is available

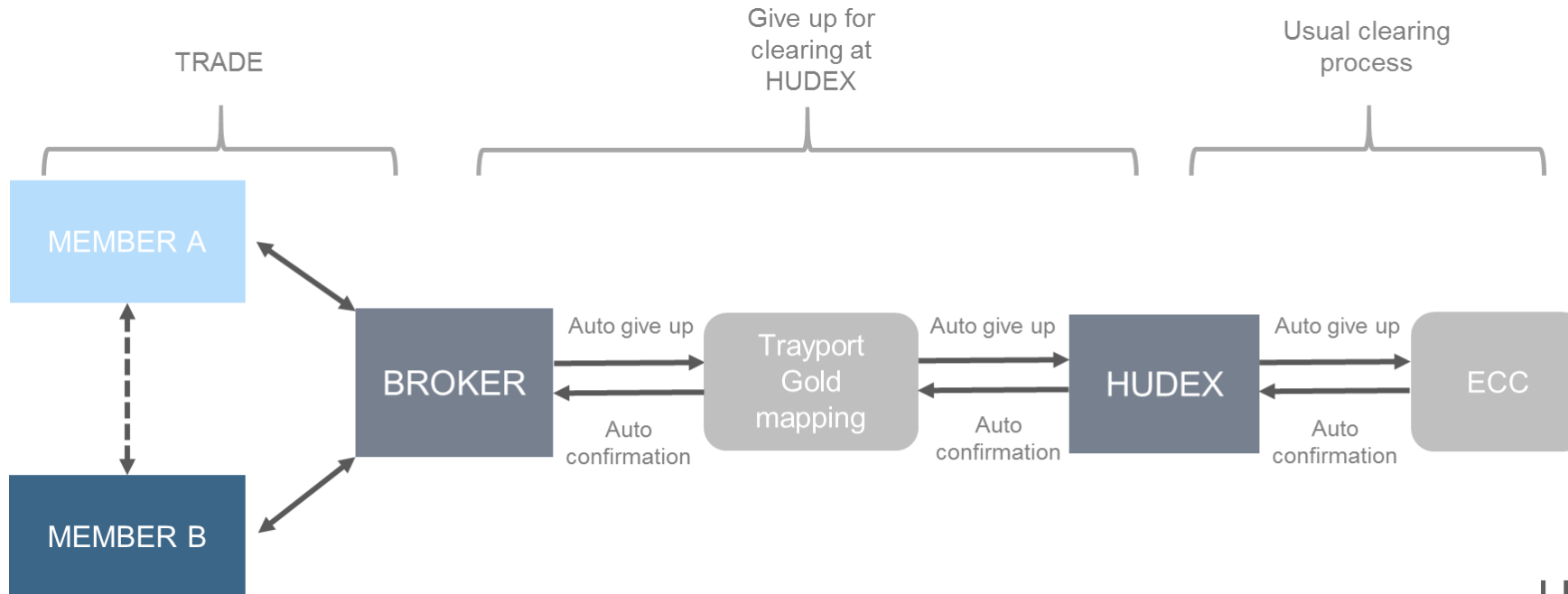
OBJECTIVES AND BENEFITS OF STP

- ▶ **Eliminates manual re-entry** of trade details already captured in the broker system
- ▶ **No need for manual confirmation** of trade details already confirmed in the broker system
- ▶ **Reduces cycle-time** from trading on broker venue to clearing confirmation by ECC

Reduces effort for traders and brokers and eliminates counterparty risk at the usual clearing registration fee

STP SOLUTION FOR HUDEX POWER

STRAIGHT-THROUGH PROCESSING



HUDEX STP is available at three brokers today

STP clearing registration is possible for trades concluded by HUDEX Members and for contracts that are available on HUDEX power market

- ▶ **42 Financial Services**
- ▶ **Arraco**
- ▶ **TFS**

SETTLEMENT PRICE CALCULATION



New, re-designed settlement price calculation system will be introduced from October

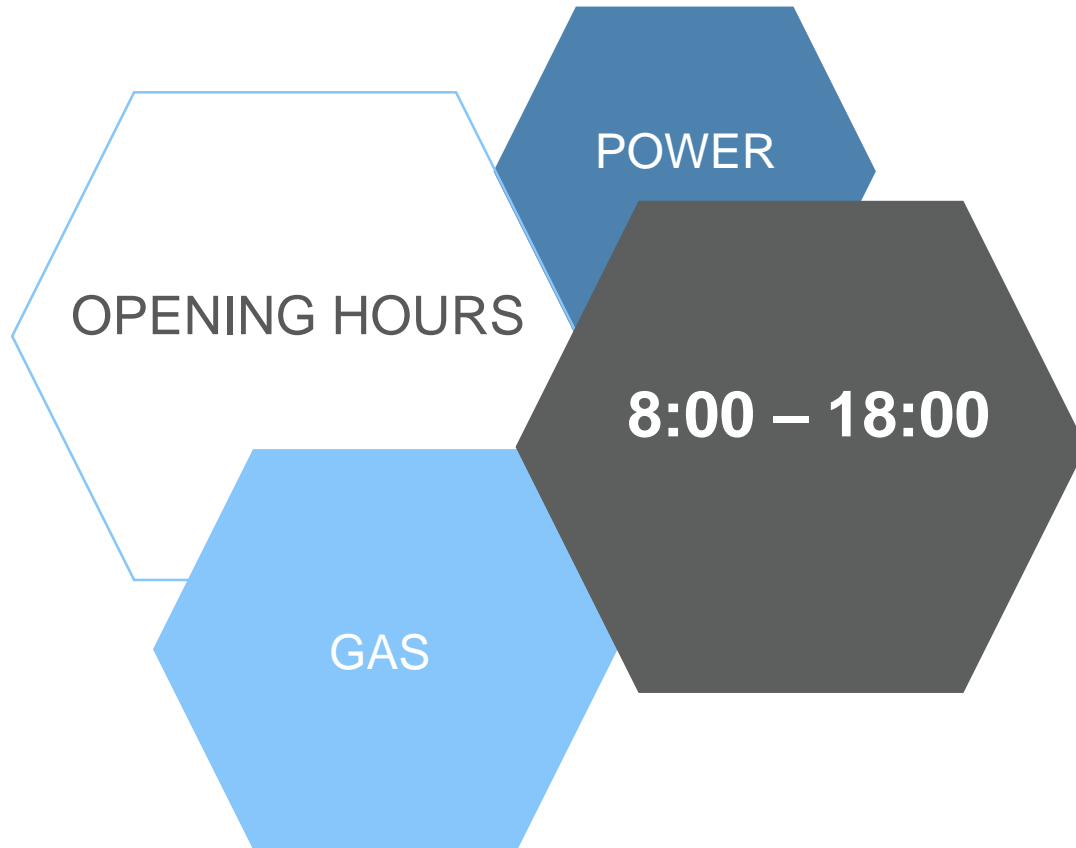
Main changes:

- ▶ Settlement window: we will define a time window as 8:00-17:00 in which the bids and trades are relevant for the settlement price determination
- ▶ HUDEX will calculate settlement prices only for the following contract series by default:
 - ▶ Weekly: front 4
 - ▶ Monthly: front 3
 - ▶ Quarterly: front 4
 - ▶ Yearly: front 3
 - ▶ And the products under delivery

Parameters will be published in the Settlement Price Regulation under the new **HUDEX Market Rules (v4.0)**

OPENING HOURS

EXTENDED OPENING HOURS



Extended opening hours in order to better facilitate trading.

power and gas markets are open from 8:00 to 18:00.

**THANK YOU FOR YOUR INTEREST
AND ATTENTION!**

**WE WISH YOU A SUCCESSFUL
TRADING ON HUDEX!**



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