

23/04/2018 Budapest - Workshop
**HUDEX Power Market
News**

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h u d e x
HUNGARIAN DERIVATIVE
ENERGY EXCHANGE

AGENDA



STP

NEW PRODUCTS

EXTENDED
OPENING HOURS

On 10 April 2018 a development package went live on HUDEX with 3 major components

- ▶ **Introduction of STP**
- ▶ **Extended product line**
- ▶ **Extended working hours**

STP SOLUTION FOR HUDEX POWER



On 10 April 2018 HUDEX introduced STP (Straight Through Processing) for the clearing registration of OTC trades

HUDEX STP is available at three brokers today

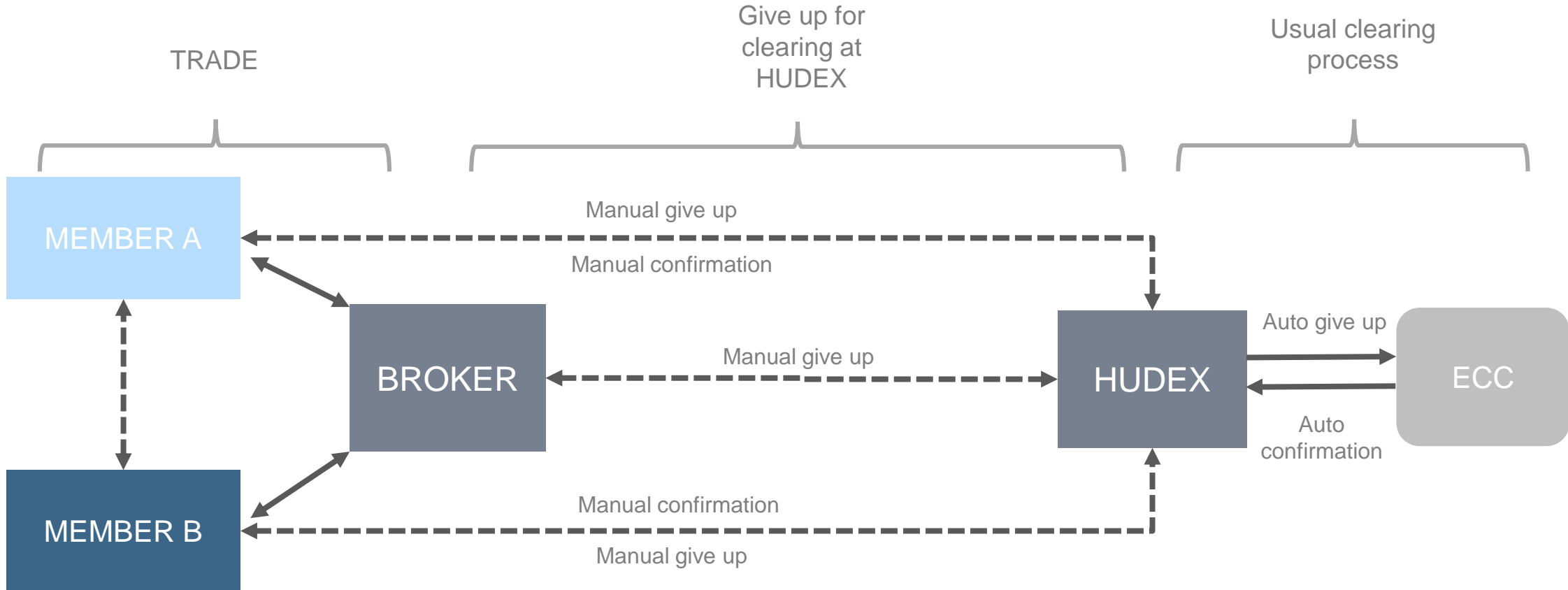
- ▶ **42 Financial Services**
- ▶ **Arraco**
- ▶ **TFS**

All brokers using Trayport BTS are able to offer the service (after mapping products and traders with HUDEX)

STP SOLUTION FOR HUDEX POWER



STRAIGHT-THROUGH PROCESSING

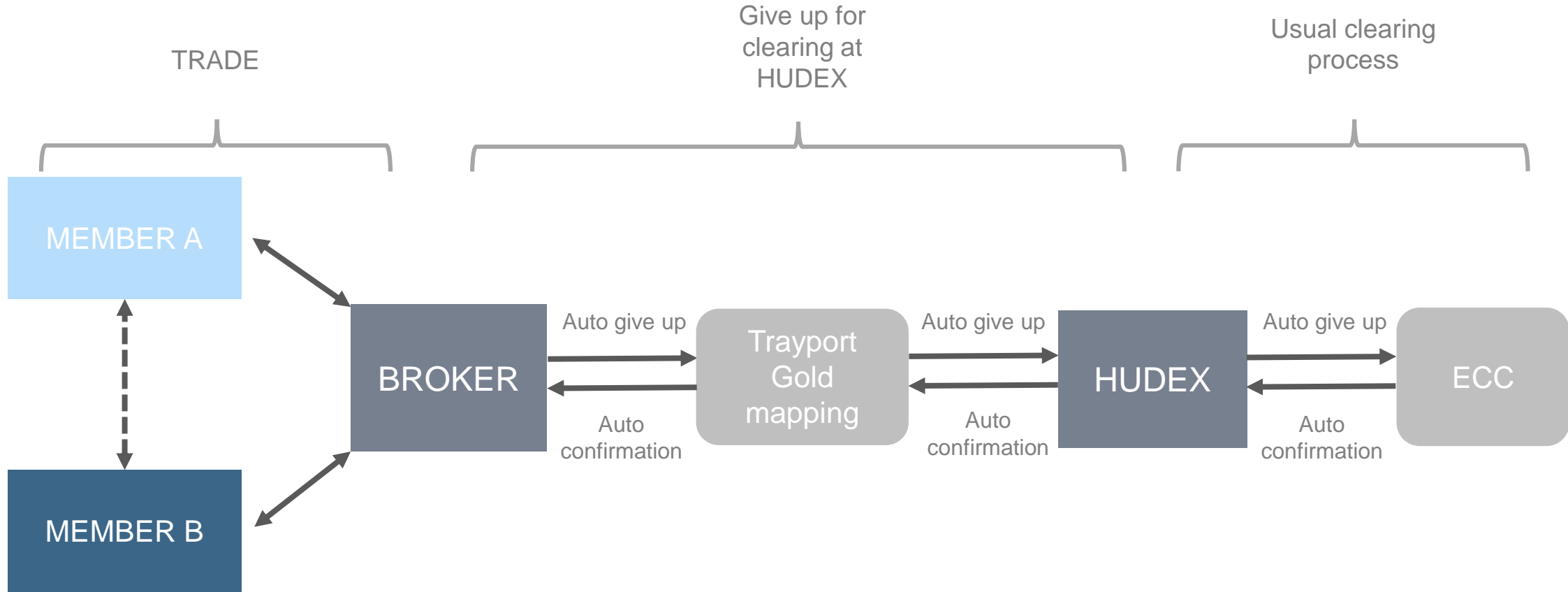


Previous to the STP implementation the give up for clearing was done by HUDEX Members or Brokers, and confirmation was a manual task for the Members.

STP SOLUTION FOR HUDEX POWER



STRAIGHT-THROUGH PROCESSING



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

Also coming for **gas market segment** in **May 2018**

OBJECTIVES AND BENEFITS OF STP

- ▶ Eliminates manual re-entry of trade details already captured in the broker system
- ▶ Reduces the 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

HUDEX Hungarian Base and Peak Financial Power Futures

Product Group	HUDX_FT_POWER_HU	
Name / Product ID	Hungarian Base Week Future Hungarian Base/Peak Month Future Hungarian Base/Peak Quarter Future Hungarian Base/Peak Year Future	F6B1-F6B5 F6BM / F6PM F6BQ, F6PQ F6BY, F6PY
Delivery	Optional physical delivery through HUPX DAM	
Trading	Trading days for Hungarian Financial Power Futures will be determined by HUDEX	
Delivery Periods	Front 4 individual Weeks Front 6 individual Months	Front 7 individual Quarters Front 6 individual Years
Financial Settlement	Standard	
Margining	Standard	
Limits	Limit handling according to MiFID II regulation	

HUDEX Power product range was extended.

- ▶ 3 month -> 6 months
- ▶ 4 quarters -> 7 quarters
- ▶ 3 yearly -> 6 years

NEW PRODUCTS COMING

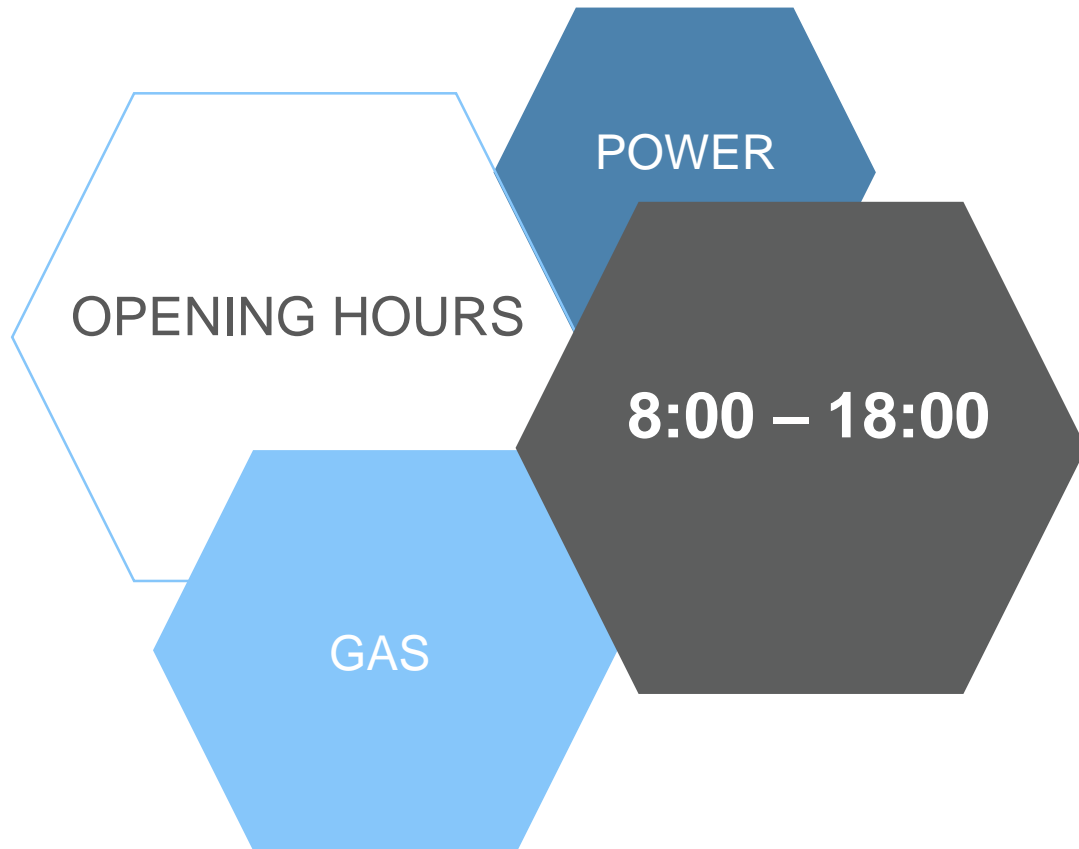


Name	HUDEX Hungarian Base Day Power Future HUDEX Hungarian Base Weekend Power Future
Subject of the contract	Index based on the HUPX DAM base index for the days of the respective delivery period. HUPX DAM index will be the final settlement price.
Delivery periods	HUDEX Hungarian Base Day Future: ▶ The current and the next 5 days HUDEX Hungarian Base Weekend Future: ▶ 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

Planned for Q3 2018

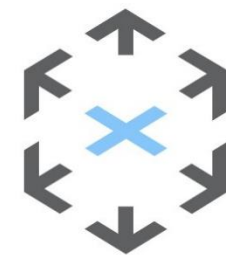
EXTENDED OPENING HOURS



Extended opening hours in order to better facilitate trading. Instead of closing at 17:00, starting from 10th of April the trading on both the **power and gas markets are open from 8:00 to 18:00.**

THANK YOU FOR YOUR ATTENTION!

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



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