

27 April 2017

Exchange Notice

Derivatives – Product Information 32/17

Recognised Strategies & Quote Requests

Tailor-Made Combinations

In connection with the upcoming Genium INET release going live on 8 May 2017, Nasdaq Stockholm will introduce a set of strategy type templates for the purpose of Tailor-Made Combinations (TMC). As of this date the strategies that may be created and traded using the TMC functionality will have to comply with one of these templates. The scope of recognised strategies are listed on pages 2-3 of this notice and will be appended to the Genium INET Market Model document. Updates to this scope, as determined by the exchange from time to time, will be communicated with an exchange notice.

Also in preparation for the upcoming introduction of TMC market maker obligations, from 8 May 2017 a quote request will be sent automatically by the exchange system whenever a new TMC has been created.

For further information concerning this exchange notice please contact Joakim Fernlund or Mikael Siewertz, telephone +46 8 405 60 00.

Nasdaq Derivatives Markets

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List of Recognised Strategies

The table below lists the recognised strategies that may be created and traded using the TMC functionality as of 8 May 2017. For any type of strategy, all leg series must have the same underlying index or stock and the same contract size.

Strategy	Legs	Description (buy perspective)	Same exp all legs
Vertical, Horizontal and Diagonal Call Spreads	2	Buy 1 Call, any strike Sell 1 Call, any strike	No
Vertical, Horizontal and Diagonal Put Spreads	2	Buy 1 Put, any strike Sell 1 Put, any strike	No
Horizontal Futures Spread*	2	Buy 1 Fut, far month Sell 1 Fut, near month	No
Horizontal Forwards Spread*	2	Buy 1 Fwd, far month Sell 1 Fwd, near month	No
Straddle, Strangle and Guts	2	Buy 1 Call, any strike Buy 1 Put, any strike	Yes
Risk Reversal and Synthetic	2	Buy 1 Call, any strike Sell 1 Put, same or lower strike	Yes
1:2 Ratio Call Spread	2	Buy 1 Call, any strike Sell 2 Calls, higher strike	Yes
1: 2 Ratio Put Spread	2	Buy 1 Put, any strike Sell 2 Puts, lower strike	Yes
Call Butterfly	3	Buy 1 Call, any strike Sell 2 Calls, higher strike Buy 1 Call, even higher strike	Yes
Put Butterfly	3	Buy 1 Put, any strike Sell 2 Puts, lower strike Buy 1 Put, even lower strike	Yes
Call Ladder	3	Buy 1 Call, any strike Sell 1 Call, higher strike Sell 1 Call, even higher strike	Yes
Put Ladder	3	Buy 1 Put, any strike Sell 1 Put, lower strike Sell 1 Put, even lower strike	Yes
Roll Call to Vertical Call Spread	3	Buy 1 Call, any strike, far month Sell 1 Call, higher strike than leg 1, far month Sell 1 Call, any strike, nearest month	No
Roll Put to Vertical Put Spread	3	Buy 1 Put, any strike, far month Sell 1 Put, lower strike than leg 1, far month Sell 1 Put, any strike, nearest month	No
Iron Butterfly	4	Buy 1 Call, any strike Sell 1 Call, higher strike Buy 1 Put, same strike as leg 1 Sell 1 Put, lower strike	Yes
Call Condor	4	Buy 1 Call, any strike Sell 1 Call, higher strike Sell 1 Call, even higher strike Buy 1 Call, yet even higher strike	Yes
Put Condor	4	Buy 1 Put, any strike Sell 1 Put, lower strike Sell 1 Put, even lower strike Buy 1 Put, yet even lower strike	Yes
Condor	4	Buy 1 Call, any strike Sell 1 Call, higher strike Buy 1 Put, lower strike than leg 1 Sell 1 Put, even lower strike	Yes

Strategy	Legs	Description (buy perspective)	Same exp all legs
Box	4	Buy 1 Call, low strike Sell 1 Call, high strike Buy 1 Put, same high strike Sell 1 Put, same low strike	Yes
Jelly Roll	4	Buy 1 Call, same strike, far month Sell 1 Call, same strike, near month Sell 1 Put, same strike, same far month Buy 1 Put, same strike, same near month	No