



MARKET NOTICE

Market Notice: 5-2015

Date: 4 December 2015

Subject: Interest Rate Derivative Conventions Changes

AFMA's Swaps Committee has approved the following changes to the Interest Rate Derivative Conventions on 10 November 2015:

1. Overnight Index Swaps (OIS) settlement changed from T+1 to T+2
 - The Swaps Committee agreed an effective date of 1st January 2016 for this change to allow parties to have operational systems in place, etc.
2. Basis swaps established as a separate product definition
 - This is a minor enhancement intended to assist in providing more clarity to the conventions
3. Removal of short dated interest rate swaps
 - Another minor adjustment removing redundant information

AFMA's Market Governance Committee has ratified these amendments.

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About AFMA

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