Market Notice

TO:	ErisX Members and Participants
FROM:	Eris Exchange Market Operations Department
NOTICE:	#20-10MN
DATE:	October 23, 2020
SUBJECT:	New Product Introduction: Bounded Futures Contracts

This Market Notice serves to notify Members of Eris Exchange, LLC ("Eris Exchange" or "Exchange") of the introduction of Bounded Futures Contracts on 10/25/2020.

Availability

Bounded Futures Contracts are available for quoting and trading starting 10/25/2020 at 5:00pm CT (TD 10/26/2020)

Key Contract Specifications

1. The futures contract contains an upper boundary, against which short interest exposure is limited and therefore can be bounded and collateralized by fiat.
2. The contract also contains a lower boundary against which the long interest exposure is limited and therefore provides a lower capital threshold.
3. The contract is financially settled at contract expiry.

Contract Specifications

Bitcoin Bounded Futures

Description	*A financially settled bounded futures contract for Bitcoin*
Contract Symbol	BB
Contract Size	.1 BTC
Price Quotation	USD per 1 coin
Minimum Price Increment	$1.00 per Bitcoin ($0.10 per contract) Block Trades can be negotiated in $0.01 increments
Upper and Lower Boundaries	Upper and Lower boundaries determine and set by the clearing house at time of contract listing based on methodology that considers, among other things, historical volatility of spot market
Listed Contracts	Up to 3 Weekly expirations
Settlement Rules	Financially Settled at expiry. Final settlement price is calculated using the average of the volume weighted average price of executed trades in the underlying spot market during the last two (2) five (5) minute periods. In the event that the Exchange concludes that the settlement price determined in accordance with the foregoing does not fairly represent the market value of the period, the Exchange may determine an alternative settlement price. Such determination may be based upon, among other things, the TradeBlock XBX Index or combination of the TradeBlock XBX Index and other market reference prices. If no trade has occurred in the Exchange's spot market during this period, the Exchange will use the TradeBlock XBX Index at the last trading date and time of the contract as an alternative settlement price.
Trading Hours	Sunday - Friday, 17:00 − 16:00 (CT)
Daily Closing Time	16:00 (CT)
Last Trading Day/Time	Weekly - 10:00 (CT) Friday[*] of the expiry Week [*] Preceding business day if day falls on a non-business day
Block Trade Minimum	10 Contracts
Position Limit	200,000 Contracts
Large Trader Reporting	50 Contracts
Collateral Withheld	Buyer: No. of Contracts * Contract Multiplier * (Trade Price - Lower) Seller: No. of Contracts * Contract Multiplier * (Upper - Trade Price)

Ether Bounded Futures

Description	*A financially settled bounded futures contract for Ether*
Contract Symbol	BE
Contract Size	1 Coin
Price Quotation	USD per 1 coin
Minimum Price Increment	$0.10 per Ether ($0.10 per contract) Block Trades can be negotiated in $0.01 increments
Upper and Lower Boundaries	Upper and Lower boundaries determine and set by the clearing house at time of contract listing based on methodology that considers, among other things, historical volatility of spot market
Listed Contracts	Up to 3 Weekly expirations
Settlement Rules	Financially Settled at expiry. Final settlement price is calculated using the average of the volume weighted average price of executed trades in the underlying spot market during the last two (2) five (5) minute periods. In the event that the Exchange concludes that the settlement price determined in accordance with the foregoing does not fairly represent the market value of the period, the Exchange may determine an alternative settlement price. Such determination may be based upon, among other things, the TradeBlock XBX Index or combination of the TradeBlock XBX Index and other market reference prices. If no trade has occurred in the Exchange's spot market during this period, the Exchange will use the TradeBlock XBX Index at the last trading date and time of the contract as an alternative settlement price.
Trading Hours	Sunday - Friday, 17:00 – 16:00 (CT)
Daily Closing Time	16:00 (CT)
Last Trading Day/Time	Weekly - 10:00 (CT) Friday[*] of the expiry Week [*] Preceding business day if day falls on a non-business day
Block Trade Minimum	50 Contracts
Position Limit	75,000 Contracts
Large Trader Reporting	25 Contracts
Collateral Withheld	Buyer: No. of Contracts * Contract Multiplier * (Trade Price - Lower) Seller: No. of Contracts * Contract Multiplier * (Upper - Trade Price)

Ether/Bitcoin Bounded Futures

Description	*A financially settled bounded futures contract for Ether Bitcoin Pair*
Contract Symbol	BEB
Contract Size	$10,000
Price Quotation	BTC equivalent of 1 ETH
Minimum Price Increment	0.00001 ($0.10 per contract)
Upper and Lower Boundaries	Upper and Lower boundaries determine and set by the clearing house at time of contract listing based on methodology that considers, among other things, historical volatility of spot market
Listed Contracts	Up to 3 Weekly expirations
Settlement Rules	Financially Settled at expiry. The final settlement price is calculated by dividing the settlement of the BE and BB expiring contracts. BEB Settlement = BE Settlement / BB Settlement.
Trading Hours	Sunday - Friday, 17:00 – 16:00 (CT)
Daily Closing Time	16:00 (CT)
Last Trading Day/Time	Weekly - 10:00 (CT) Friday[*] of the expiry Week [*] Preceding business day if day falls on a non-business day
Block Trade Minimum	50 Contracts
Position Limit	75,000 Contracts
Large Trader Reporting	25 Contracts
Collateral Withheld	Buyer: No. of Contracts * Contract Multiplier * (Trade Price - Lower) Seller: No. of Contracts * Contract Multiplier * (Upper - Trade Price)

If you have any questions regarding this Exchange notice, please contact ErisX Market Operations at (888) 782-7481, Option 1, or market.operations@erisx.com.