

Revision to Method for Calculating Final Settlement Price for Nikkei 225 VI Futures

December 16, 2022
Osaka Exchange, Inc.

I. Purpose

Osaka Exchange, Inc. (OSE) currently calculates the final settlement price of Nikkei Stock Average Volatility Index Futures (Nikkei 225 VI Futures) as a distinctive value in accordance with the formula of the Nikkei Stock Average Volatility Index (Nikkei 225 VI) using the opening prices of Nikkei 225 Futures and Options within 10 minutes from the start of the day session. However, in consideration of the current trading conditions of Nikkei 225 Options, OSE has decided to revise the calculation methodology to give the final settlement price a higher level of stability and a clear linkage to the Nikkei 225 VI.

II. Outline

Item	Description	Remarks
Revision of Calculation Method of Final Settlement Price	<ul style="list-style-type: none">The final settlement price will be the average value of the Nikkei 225 VI over the 30 minutes starting from 9:00 a.m. on the day following the day on which the last trading day ends (if this falls on a non-business day, it will be moved to the following business day).	<ul style="list-style-type: none">The Nikkei 225 VI is calculated at 15-second intervals starting at 15 seconds past 9 a.m.In the event that updates of the Nikkei 225 VI are suspended due to a trading halt in Nikkei 225 Futures or Options, a temporary trading halt caused by a static circuit breaker (SCB), or other factors, the period for which updates are suspended shall not be included in the 30 minutes indicated on the left.

III. Implementation Date (Planned)

This revision is scheduled to be implemented on March 1, 2023 (effective from final settlement price pertaining to the March 2023 contract month of Nikkei 225 VI Futures).