



**Stockbrokers
And Financial Advisers**

Association Limited

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Mr Ben Jackson
General Manager
Market Operations
ASX Limited

By email: ben.jackson@asx.com.au

ASX AND ASX 24 CANCELLATION POLICY NOTIFICATION AND TIMING

We refer to the Consultation Paper ASX and ASX24 Cancellation Policy Notification and Timing released by ASX in November 2016.

In relation to the Response to Consultation relating to ETO matters;

1. SAFAA appreciates that ASX has indicated that it proposes to increase the time to advise ASX by telephone of the initial cancellation request from 10 minutes to 30 minutes. We note that this originates from an approach by the SAFAA Derivatives Committee, and SAFAA appreciates that ASX has taken this suggestion forward.
2. We note that ASX does not propose to introduce the large error cancellation threshold in the absence of consensus in the industry as to the parameters for the threshold. There is some disappointment within the Derivatives Committee at this, and members have indicated that they would like to look some more at reaching an industry consensus on this, as large size errors are regarded as a risk to the reputation of the ETO market.

In relation to the Consultation Question regarding harmonizing the cancellation policies across the ASX and ASX 24 markets, our feedback is that members with one exception support the same 30 minute period extending to those markets. One member expressed a preference for the existing 10 minute period to remain unchanged.

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'Peter Stepek', is positioned above the typed name.

Peter Stepek
Policy Executive