

Zug, June 4th, 2024

Market Consultation on proposed changes to the STOXX FX Rolling Spot Mid Rate and STOXX FX Rolling Spot Tomorrow Next Open Rate indices

Dear Sir and Madam,

STOXX Ltd. has decided to conduct a market consultation on proposed changes to the methodology of the STOXX FX Rolling Spot Mid Rate and STOXX FX Rolling Spot Tomorrow Next Open Rate indices.

The market consultation may or may not lead to changes in the index methodology.

Process and Timeline

STOXX invites relevant stakeholders and interested third parties to submit responses to consultation@stox.com.

The consultation is open to all market participants until July 5th, 2024.

STOXX intends to announce the results of the market consultation, as well as an announcement about potential changes to the index methodology, by July 12th, 2024.

STOXX intends to implement the potential changes resulting from this consultation in Q3 of 2024.

Motivation for the Market Consultation

STOXX seeks market feedback to proposed methodology changes, which will enhance the STOXX FX Rolling Spot Mid Rate and STOXX FX Rolling Spot Tomorrow Next Open Rate indices' representativeness and robustness, in cases of insufficient market data for tomorrow next mid-rate calculation.

Proposed Treatments/Amendments

STOXX is looking to increase index robustness of the **STOXX FX Rolling Spot Mid Rate** and **STOXX FX Rolling Spot Tomorrow Next Open Rate indices** by introducing the following methodology changes:

	CURRENT METHODOLOGY	PROPOSED NEW METHODOLOGY
1(a) Spot mid-rate calculation	Calculate mid-rates as arithmetic average of bid and ask. In case an index value cannot be determined, the previous value is disseminated.	No changes to the current methodology
1(b) Tomorrow next mid-rate calculation in cases of insufficient market data	The tomorrow next open rate of each currency pair is obtained by summing the calculated spot mid and swap mid rates for the day. When there is not enough swap data to calculate the tomorrow next open rate, the previous tomorrow next open rate is persisted.	There is no change proposed to the calculation of tomorrow next mid-rate, but when there is not enough swap data for the day, the previous tomorrow next mid-rate will be persisted instead, so the index calculates a new tomorrow next open rate using that persisted nightly interest rate plus today's spot mid-rate . This way users of the index will still close their positions at today's rate, then reopen at that rate plus a day's interest.

Table 1: Proposed changes to the STOXX FX Rolling Spot Mid Rate and STOXX FX Rolling Spot Tomorrow Next Open Rate indices

Impacted Indices

- STOXX FX Rolling Spot Mid Rate AUDJPY
- STOXX FX Rolling Spot Mid Rate AUDUSD
- STOXX FX Rolling Spot Mid Rate EURAUD
- STOXX FX Rolling Spot Mid Rate EURCHF
- STOXX FX Rolling Spot Mid Rate EURCZK
- STOXX FX Rolling Spot Mid Rate EURDKK
- STOXX FX Rolling Spot Mid Rate EURGBP
- STOXX FX Rolling Spot Mid Rate EURHUF
- STOXX FX Rolling Spot Mid Rate EURJPY
- STOXX FX Rolling Spot Mid Rate EURNOK
- STOXX FX Rolling Spot Mid Rate EURPLN
- STOXX FX Rolling Spot Mid Rate EURSEK
- STOXX FX Rolling Spot Mid Rate EURUSD
- STOXX FX Rolling Spot Mid Rate GBPCHF
- STOXX FX Rolling Spot Mid Rate GBPUSD
- STOXX FX Rolling Spot Mid Rate NZDUSD
- STOXX FX Rolling Spot Mid Rate USDCHF
- STOXX FX Rolling Spot Mid Rate USDDKK
- STOXX FX Rolling Spot Mid Rate USDJPY
- STOXX FX Rolling Spot Mid Rate USDMXN
- STOXX FX Rolling Spot Mid Rate USDNOK
- STOXX FX Rolling Spot Mid Rate USDSEK
- STOXX FX Rolling Spot Mid Rate USDZAR
- STOXX FX Rolling Spot Tomorrow Next Open Rate AUDJPY
- STOXX FX Rolling Spot Tomorrow Next Open Rate AUDUSD
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURAUD
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURCHF
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURCZK
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURDKK
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURGBP
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURHUF
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURJPY
- STOXX FX Rolling Spot Tomorrow Next Open Rate EURNOK

STOXX FX Rolling Spot Tomorrow Next Open Rate EURPLN
STOXX FX Rolling Spot Tomorrow Next Open Rate EURSEK
STOXX FX Rolling Spot Tomorrow Next Open Rate EURUSD
STOXX FX Rolling Spot Tomorrow Next Open Rate GBPCHF
STOXX FX Rolling Spot Tomorrow Next Open Rate GBPUSD
STOXX FX Rolling Spot Tomorrow Next Open Rate NZDUSD
STOXX FX Rolling Spot Tomorrow Next Open Rate USDCHF
STOXX FX Rolling Spot Tomorrow Next Open Rate USDDKK
STOXX FX Rolling Spot Tomorrow Next Open Rate USDJPY
STOXX FX Rolling Spot Tomorrow Next Open Rate USDMXN
STOXX FX Rolling Spot Tomorrow Next Open Rate USDNOK
STOXX FX Rolling Spot Tomorrow Next Open Rate USDSEK
STOXX FX Rolling Spot Tomorrow Next Open Rate USDZAR

Questions

1. Do you agree with the new **tomorrow next mid-rate** calculation in cases of **insufficient market data** for STOXX FX Rolling Spot Mid Rate and STOXX FX Rolling Spot Tomorrow Next Open Rate indices [see (1b) **Tomorrow next mid-rate** calculation in cases of **insufficient market data** in table 1]?

If your answer to any of the above questions is NO, please also kindly explain your reasons behind it.