

FREQUENTLY ASKED QUESTIONS

1. HOW CAN I FIND WHICH WARRANTS ARE AVAILABLE FOR TRADING ON CHI-X?

Look in the [Reference data](#) section of our web site to see the list of warrants, or download the full list as a .CSV file.

2. HOW CAN I TELL WHAT TYPE OF WARRANT I AM LOOKING AT?

All warrants have a unique 6 character code.

The fourth character identifies the type of warrant:

I, J – instalments and instalment MINIs

S - Self-funding instalments

K, Q, M – MINIs

L – GSL MINIs

T, U, V, W - put and call trading warrants

X, Y, Z – others which includes barrier and knockout warrants / turbo warrants

3. HOW CAN I TELL WHO HAS ISSUED A PARTICULAR WARRANT?

The fifth character of the warrant code identifies the issuer.

Each issuer is assigned a letter for use in position 5 of the warrant code.

Issuer Codes

| Issuer Name | 5 th Letter | Example |
|--------------------|------------------------|---------|
| CitiFirst warrants | C | BHPKCA |

4. WHERE CAN I FIND THE PDS FOR A PARTICULAR WARRANT?

The issuer will publish the PDS on the Chi-X web-site prior to a warrant being made available for trading.

The PDS documents can be found in the [Announcements](#) section of the Chi-X web site.

Alternatively, the Issuer of the warrant has the PDS on their website. You can find links to Issuer websites in our [Chi-X Issuers](#) section.

5. CAN I TRADE CHI-X WARRANTS THROUGH ANY BROKER?

You can trade Chi-X quoted warrants through brokers that are Chi-X trading participants. The list of Chi-X trading participants is available in the [Trading Participants](#) section of our web site.

6. WHAT IS THE DIFFERENCE BETWEEN WARRANTS TRADED ON CHI-X AND WARRANTS TRADED ON ASX?

Trading and settlement of warrants is very similar on both markets. Settlement will go through CHES and the warrants are on the register used by the Issuer irrespective of which market the warrants are traded.

The warrant codes being traded on each market are different. There might be the same type of warrants for example instalments, MINIs etc., some of the Issuers might be the same and the underlying instruments may be the same but the actual warrant codes will be different.

For example: BHPKCA will be traded on Chi-X and not on ASX while BHPKOA will be traded on ASX and not on Chi-X.

7. HOW DO I KNOW IF A WARRANT IS TRADED ON CHI-X OR ON ASX?

Warrants quoted by Chi-X are exclusively traded on Chi-X while Warrants quoted on ASX are exclusively traded on ASX. Each order will be automatically sent to the exchange that trades the warrant code specified on the order.

You check the list of symbols in the [Reference Data](#) section to which symbols are quoted at Chi-X.

Some issuers have different 5th letter symbols on Chi-X. Citiwarrants (CTW) uses “C” as the 5th letter on Chi-X and “O” at ASX.

8. IF I BUY A WARRANT ON ASX CAN I SELL IT ON CHI-X AND VICE VERSA?

Warrants quoted by Chi-X are exclusively traded on Chi-X while Warrants quoted on ASX are exclusively traded on ASX. An order to sell a warrant will be automatically sent to the same exchange from which the warrant was purchased.

9. WHAT MUST I DO BEFORE I CAN TRADE WARRANTS ON CHI-X?

Before trading in warrants, you need to consider whether you are an experienced and attentive investor with a good understanding of leveraged and/or geared investment products and the risks they pose.

Before you can place an order for a warrant you must sign a client agreement with your broker. Included in this agreement will be a statement that you have been provided with and read an explanatory booklet on warrants.

For investors who have already been approved for investing in warrants, a new client agreement is not required. However, your broker is required to provide you with a copy of the Chi-X explanatory booklet. This can be emailed to you. Hard copies are available if you do not have email. You are not required to acknowledge receipt of the booklet.

10. WHERE DO I FIND A CLIENT AGREEMENT?

Each broker has its own client agreement. You should ask your broker for a copy.

11. WHERE DO I FIND THE CHI-X WARRANTS EXPLANATORY BOOKLET?

The Chi-X warrants explanatory booklet is in the [Download Explanatory booklet](#) section of our website

12. HOW DO I FIND THE KEY TERMS OF A WARRANT?

The [reference data](#) section has some terms about each warrant, such as Expiry date, Strike price and type of warrant.

The PDS contains all the terms of a warrant.

13. WHAT IF I WANT TO BUY MORE WARRANTS THAN ARE SHOWN ON THE MARKET?

The volume visible on screen is not necessarily reflective of the total volume available to buy and sell at a price. This is because Issuers act as, or contract the services of market makers to provide liquidity. The arrangements between issuers and market makers require liquidity to be maintained so that investors can have confidence that, barring an extraordinary event, reasonable prices may be available for the purpose of liquidating existing positions.

If you want to trade in larger volume you should speak to your broker or contact the Issuer of the relevant warrant.

14. DOES MY ADVISER NEED TO BE ACCREDITED IF ADVISING ME ON WARRANTS?

An adviser that is employed by a Chi-X Trading Participant must be accredited before they can advise clients on Chi-X traded warrants. The minimum required level of accreditation is Accredited Derivatives Adviser level 1, which is also known as ADA1 and enables an adviser to provide advice on subscribing for, buying, selling and exercising warrants. Advisers with a level 2 accreditation (ADA2) can additionally provide advice on all trading strategies relating to warrants..

Ask your adviser if they hold ADA1.

15. WHY CAN'T I SEE CHI-X WARRANTS ON MY TRADING SCREEN

Not all brokers are Chi-X trading participants. The list of Chi-X trading participants can be found in the [Trading Participants](#) section.

Some Chi-X trading participants are still transitioning their systems to offer markets in Chi-X warrants. You should ask your broker when they will be ready to trade Chi-X warrants.