# 3M SARON Futures Contract Specifications (NWG recommendation)

**3M SARON Futures**

**Underlying**
Swiss Average Rate Overnight ("SARON®") 6pm (Zurich time) fixing

**Price Quotation**
100 – R

R = daily compounded SARON interest during contract reference quarter

**Reference quarter:**
IMM Dates (Mar, Jun, Sep, Dec)
For given contract, interval from (incl.) 3rd Wed of 3 months preceding respective IMM delivery month, to (excl.) 3rd Wed of IMM delivery month.
Example: For a “Mar” contract; reference quarter starts on IMM Wed of Mar and ends with last trading day before IMM Wed of Jun, the contract delivery month

**Contract Value**
CHF 1,000,000

**Minimum Price Change**
0.005, equivalent to CHF 12.5 per contract

**Rate Calculation**

\[
R = \left[ \prod_{i=1}^{N} \left( 1 + \frac{S_i \times d_i}{100 \times 360} \right) \right] - 1 \times \left( \frac{360}{D} \right) \times 100
\]

N = number of observations of the SARON® in the respective contract reference quarter
D = number of calendar days in the reference quarter
\( S_i \) = SARON® fixing for the \( i^{th} \) CHF banking day in the reference quarter
\( d_i \) = number of days that \( S_i \) is applied

**Last Trading Day and Final Settlement Day**
Exchange business day first preceding 3rd Wed of delivery month

**Final Settlement Price**
The final settlement price is determined by the exchange on the final settlement day; published after the last SARON fixing (after 6pm Zurich time).

**Delivery**
Cash settlement, by reference to Final Settlement Price, one Swiss business day after the last trading day

**Listed Contracts**
Minimum of 3 years

**Rounding**
The Rate is rounded to the nearest 0.0001 (0.00005 is rounded down)