

Circular No. 3579

Ref.: Futures Contracts Trading

City of Buenos Aires, 2 March 2018.

To: Member Brokers

In compliance with the National Securities Commission (CNV for its Spanish acronym) Regulations (N.T. 2013, as amended), and specifically with reference to Title VI, Chapter V, Section IX of said Regulations, I hereby inform the legal framework of the subject matter of this letter, which shall be applicable to all BYMA Member Brokers who trade Futures Contracts.

Trading and settlement methods shall be subject to the principles and conditions stated on this Circular.

1.- Definition:

In these transactions, the parties commit themselves to buy or sell a physical or financial asset (underlying asset) at a predetermined price, at a specified time in the future.

1.1 - Underlying Assets:

They are physical or financial assets authorized by the National Securities Commission (CNV) pursuant to its Regulations (N.T. 2013, as amended) and approved by BYMA according to each contract's terms and conditions.

2.- Trading hours and segment:

The transaction shall be executed within the Price-Time Priority Segment (PPT) within the trading hours stated by BYMA for each of the approved underlying assets.

3.- Underlying Assets. Their approval and quotas:

BYMA shall expressly determine and disclose on an Information Memo the operating quota in numbers of contracts per each of the approved underlying assets.

4.- Agents. Assignment of Operating Amounts:

Operating quotas to be allocated to each Agent will be determined per underlying asset approved, and the categories and segments set forth in the Circular on Term Transactions - Allocation of Trading Volume to Agents shall be applied. The allocation per category and segment will be timely disclosed on BYMA Information Memos regarding each contract authorization.

The determination of the allocated volume shall arise from the following calculation basis:

Based on records per user, a bought or sold position shall be obtained, divided by underlying asset type and expiry date in number of contracts.

Based on the information stated above, bought positions will be added, thus reflecting the total volume of bought positions per agent, divided by underlying asset and expiry date. Likewise, sold positions will be added, therefore showing the total volume of sold positions per agent, divided by underlying asset and expiry date.

The total volume per underlying asset and expiry date will be the net balance of bought/sold positions. The net total volume as per expiry date shall be added in absolute terms in order to obtain the volume per underlying asset.

Total volumes per each underlying asset, calculated as stated above, shall be added in absolute terms in order to obtain the quota traded by the Agent.

5. Currency, trading unit and price variation:

Transactions shall be settled in the same currency as executed.

The trading unit, the unit price and the minimum and maximum variations in price shall be established on each Futures Contract.

6. Terms and Expiry date:

BYMA will authorize the approved expiry dates for the underlying assets. The expiry date is on the last trading day. On the expiry date, full or partial closing of positions pending settlement as of the trading session of the day prior to expiry shall only be permitted.

7.- Initial margin requirement:

Both purchaser and seller shall place an initial margin, which shall be determined in relation to the pertinent underlying assets approved as collateral, and Agents shall also fulfill the pertinent initial margin requirements for each position in force.

Initial margin requirements shall be applicable by user record number, as reported, and based on the number of buy/sell positions for each expiry date.

The initial margin shall be placed in cash or securities pursuant to the appraisal set forth in the Table included in BYMA Circular on Term Transactions - Allocation of Trading Volume to Agents. BYMA will inform the securities which have been authorized to be delivered as collaterals.

The initial margin shall be set in Argentine Pesos (ARS) and shall be increased by adjustment criteria, pursuant to the number of months up to the transaction expiry date. BYMA will inform said adjustment criteria for each approved expiry date.

7.1.- Collateral reduction:

a) In case that the net position between different expiry dates of the same user and the same underlying asset was zero, the collateral on the position of the longest term shall be required.

b) In case that the net position between different expiry dates of the same number of record of a user and the same underlying asset was different from zero, the pertinent collateral to

cover the position of the longest term shall be required applying, first, the grouping of the positions of shorter terms. On the surplus not falling under the scope of said collateral reduction, the initial margin of said position shall be required.

8.- Margin Maintenance:

Margin maintenance may take place as from the first business day following the execution of the transaction, before the opening of the trading session and whenever fluctuations on the normal cash price of the security placed as collateral in the Initial Margin are registered.

9.- Future price adjustment:

Whenever the future price of the underlying asset has not been traded, it shall be adjusted pursuant to the terms and conditions stated by each Futures Contract approved by BYMA.

10.- Daily changes and settlement upon expiry:

Any difference arising from the variation in the future price of the underlying asset included in the transaction will be registered in the ARS settlement of the Agent, on the following business day.

The rules governing settlement upon expiry, whether including the delivery of the underlying asset or due to a difference in the price or index, shall be established in the pertinent Contract's terms and conditions.

11.- Trading, Clearing and Settlement Fees:

The Annex attached hereto establishes the fees applicable to each Futures Contract approved, which shall be temporary until the Controlling Body regulates the maximum amounts pursuant to CNV Regulations (N.T. 2013, as amended).

12.- Registration and Issuance of Certificates:

Agents shall issue certificates for all transactions executed. Said operations shall be registered on the current account of the users, together with all funds and securities movements arising from the futures contracts negotiations.

13.- General provisions:

The Agent, apart from the volume assigned to it, may also request a special assignment of extra volume for a specific period of time and to be granted to a specific customer or group of customers. BYMA may accept and even reduce the period requested and require a different type or a greater collateral to be placed.

BYMA reserves the right to require intraday collaterals, supplementary collaterals and to suspend any trades in case, as per the discretion of the Board of Directors, any circumstance that may affect the regular development of trades. BYMA also reserves the right to close positions, or to ask the Agent to close positions, in full or in part, of the contracts in force.

Furthermore, BYMA reserves the right to determine the mechanism to be followed in order to establish a daily or final adjustment price, as well as to take any other action it may deem necessary within a specific context, in order to protect the participants' interests and Market integrity.

14.-Validity:

This Circular shall be valid as from 27 July 2018 and is also deemed as part of BYMA Circular Regulations which are being considered by the National Securities Commission. This Circular is therefore subject to any amendments which might be requested by the abovementioned Controlling Body.

With no further businesses to be discussed,

Sincerely Yours,

Jorge E. De Carli
General Manager

ANNEX:

Futures Contract Transactions on Merval Index.

We hereby also inform that Trading, Clearing and Settlement Fees corresponding to the transaction shall be set as follows:

- Merval Index. 0.016%

The abovementioned fees applicable to the transaction detailed in this Information Memo will be temporary until the Controlling Body regulates the maximum amounts pursuant to CNV Regulations (N.T. 2013, as amended).