



## Market Notice

TO: Cboe Digital Trading Privilege Holders and Participants

FROM: Cboe Digital Market Operations Department

NOTICE: #24-10MN

DATE: March 15, 2024

SUBJECT: Notification of Daily Settlement Price Changes for Futures Contracts

This Market Notice serves to notify Cboe Digital Exchange, LLC (“Cboe Digital” or “Exchange”) Trading Privilege Holders that, effective Monday, March 18, 2024, the Exchange will be making changes to its Daily Settlement Price process for Futures Contracts.

The Daily Settlement Price Methodology for financially-settled margin Bitcoin (FBT) and financially-settled margin Ether (FET) Futures Contracts will be as follows:

- Based on the volume weighted average price of executed trades for the contract during the last one (1) minute of trading on each trading day (closing period);
- If no futures trades occur during the last one (1) minute of trading, the mid-point of the last best bid and offer available before the close of trading will be used; or
- If a two-sided market is not available during the closing period, or the Exchange determines that the best bid and offer spread is wider than 0.5%, then the Exchange will use a third-party index (described below) adjusted by the difference between the previous day closing price of the relevant Digital Asset in the Exchange’s spot market and the previous day futures closing price. The corresponding CoinDesk Index price is used as the third-party index:
  - For Bitcoin-based futures (e.g., BTC and FBT) use the CoinDesk XBX Index price.
  - For Ether-based futures (e.g., ETH and FET) use the CoinDesk ETX Index price.

The Daily Settlement Price process is governed by Rule 906 of the Exchange Rulebook.

If you have any questions regarding this Exchange notice, please contact Cboe Digital Market Operations at [digital.market.operations@cboe.com](mailto:digital.market.operations@cboe.com).