IFIX Futures

1. Information

Object	IFIX Futures
Ticker	XFI
Contract size	Value of IFIX Futures Contract multiplied by value of a point expressed in Brazilian Real (BRL), which is BRL 10 (ten Brazilian Real).
Price quotation	In points to two decimal places.
Tick size	0.10 index points
Expiration date	3rd Friday of the expiring month. Should this day be a holiday or a nontrading day at B3, the expiration date shall be on the immediate prior business day.
Last trading day	The last trading day is the expiration date.
Contract months	Even months. B3 may, whenever market conditions thus require, authorize odd months to be traded.

2. Daily variation margin

Open positions at the end of each trading session are adjusted on the basis of the settlement price (PA) for the day, established in accordance with B3's rules, with funds transfer on the next business day. The following formulas are used to calculate daily variation margin up to the expiration date:

a) Same-day variation margin (effected on the day the position is taken)

$$\mathrm{AD_t} = (\mathrm{PA_t} - \mathrm{PO}) \times M \times \mathrm{n}$$

b) Next-day variation margin (effected on the day after the position is taken and on ensuing days)

$$\mathrm{AD_t} = (\mathrm{PA_t} - \mathrm{PA_{t-1}}) \times M \times \mathrm{n}$$

$\mathrm{AD_t}$ = value of variation margin for date “t”, in Brazilian Reais (BRL);

$\mathrm{PA_t}$ = settlement price for contract month concerned on date “t”, expressed in points;

$\mathrm{PA_{t-1}}$ = settlement price in points of contract month on previous business day (t-1).

PO = trade price in points;

M = value of each point in Brazilian Real, established by B3;

n = number of contracts;

If the variation margin (AD_t) calculated according to the above formula is positive, it is credited to the buyer and debited to the seller. If negative, it is credited to the seller and debited to the buyer.

3. Conditions for settlement at expiration

Open positions are cash settled by B3 on the expiration date, by means of registration of an offsetting position (long or short) for the same number of contracts at the settlement IFIX calculated by B3.

The settlement amount of each contract is calculated in accordance with the following formula:

$$\mathrm{VL} = P \times \mathrm{M}$$

VL = contract settlement amount in BRL;

P = IFIX settlement price on contract expiration date;

M = value of each point in BRL, established by B3.

The proceeds of cash settlement are transferred on the business day after the expiration date.

The average quotation of the cash IFIX, calculated in accordance with the rules and regulations established by B3.

4. Special conditions

In situations not foreseen in this instrument, including without limitation those deriving from measures implemented by government entities, regulators or other competent authorities, as well as any other events that directly or indirectly affect the formation, calculation, representativity, publication, availability or continuity of the underlying asset or any of the variables of this contract, B3 will at its sole discretion take the measures it deems necessary for the contract's cash settlement, continuity or extension on an equivalent basis in compliance with its rules.

5. Governing law

This instrument is governed by and will be construed under the laws in force in the Federative Republic of Brazil.

6. Application of B3's rules and regulations

All norms, rules, regulations, and procedures established by B3 apply to this instrument.