

The handling of overnight orders during trading system transition and bait orders functionality in the New Trading System

As TFEX plans to launch the system on May 8, 2023, TFEX would like to inform the handling of overnight orders during trading system transition and bait orders functionality in the New Trading System as follows:

1. The handling of overnight orders during trading system transition

Any outstanding overnight orders i.e. good till date (GTD) and good till cancel (GTC) orders will not be migrated from the current trading system to the New Trading System. Investors who wish to use GTD and GTC orders are required to resend such orders in the New Trading System.

On May 3, 2023 which is the last trading day of current trading system, TFEX would like to request our clients the followings.

- Avoid sending GTD and GTC orders
- Cancel current GTD and GTC orders before the end of trading session.
 - Day-traded product e.g. SET50 Index Futures, Single Stock Futures: Please cancel orders before 16.55
 - Day and Night traded product e.g. Commodity Futures and Currency Futures: Please cancel orders before night trade ended. (3.00 a.m. on May 4, 2023)

After the close of last trading session on current system, the pending GTD and GTC orders will not be migrated to the New Trading System.

2. Bait Functionality in the New Trading System

Bait order is a type of orders generated automatically by the trading system to help accommodate matching between outright orders and combination orders. This functionality has been utilized in TFEX current trading system and TFEX has every intention to continue to use this function in the New Trading System. However, the Software Developer has recommended TFEX to launch New Trading System without Bait Functionality to avoid risk and complexity for the whole system and to ensure the smoothness of new system launching. The practice of Bait order turn-off has also been observed in some other leading derivatives markets using the same platform as TFEX.

TFEX will turn off the Bait order functionality in the new trading system. As a result, there are some amendments in the New Trading System as follows.

1. No bait order generation functionality.
2. Combination orders can only be matched with combination orders.
3. No matching between outright orders and combination orders.

Investors are able to trade for rollover via outright orderbook as normal. TFEX will further announce the date that the bait functionality is ready to be reactivated.

The amendment of other trading rules for New Trading System is available in https://media.set.or.th/set/Documents/2023/Jan/revise_d_trading_criteria_TFEX_EN.pdf
