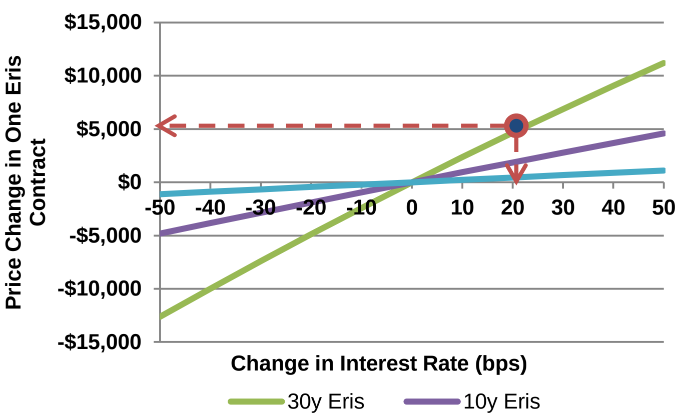
US$ Interest Rate Swap Futures

Take directional views on interest rates or hedge exposures

Access an efficient and tradeable interest rate market, previously only accessible to the largest money center banks and institutional investors.

Use Eris Swap Futures to express directional views on interest rates.

One Eris Contract Price Change vs. Change in Interest Rates:



A 20 basis point rise in interest rates will yield approximately $5,000 for a long position in 1 Eris 30-year contract.

Buy Eris Swap Futures to:

- Express the view and profit from a rise of interest rates
- Hedge the risk of increasing rates on your floating rate borrowings
- Protect against the fall in the value of your bonds when interest rates rise

Sell Eris Swap Futures to:

- Express the view and profit from a fall of interest rates
- Convert a fixed rate loan to a floating rate; e.g. on a fixed rate mortgage

Use Eris Swap Futures to hedge interest rate exposure

- High correlations with US Treasuries, Corporate Bonds & Mortgage Securities
- Efficient execution, low maintenance margins
- Hold Eris like long term bond positions with no forced quarterly rolls, and hedge or express long term interest rate views with limited capital

---

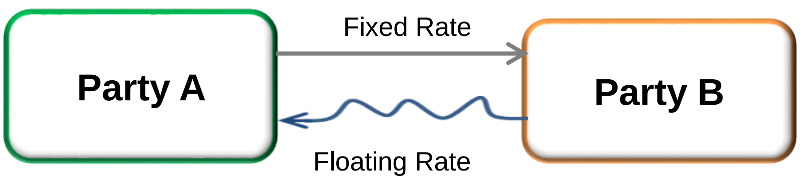
www.erisfutures.com

Contact Eris to get started:
Call (888) 587-2699 option 2 for sales support or email sales@erisfutures.com

US$ Interest Rate Swap Futures

Introduction to Swaps and Eris

A Swap is an agreement by two parties to exchange fixed rate cash flows for floating rate cash flows for a set period of time and notional amount.



Party A buys an Eris position to pay a fixed rate and receive a floating rate.

Why do users execute swaps?

- Convert rate exposure of an asset or liability from fixed to floating, or vice versa
- Lock in rates in advance of a financing
- Express a term rate view
- Relative value trades:
    - Curve Shape
    - Basis Trades and hedging vs. Eurodollar and Treasury Futures, Cash Treasuries, OIS

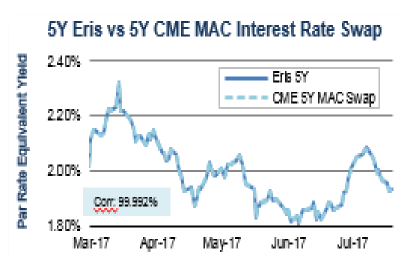
Who uses swaps?

- Asset managers, hedge funds, banks, financial end-users (insurance companies, non-bank
- lenders), mortgage hedgers, non-financial end-users (traditional corporates), structured finance vehicles

What are Eris Swap Futures?

Eris Swap Futures contracts are listed instruments that replicate the cash flows and economics of a swap:

- Capital efficient product with low margins, providing leverage and access to a transparent interest rate swap instrument
- Non deliverable and daily cash-settled, with optional quarterly roll - remains a CME cleared futures contract for the life of the underlying swap, so suitable for long term hedging
- Contract Size: $100,000 notional, underlying tenors: 2Y, 3Y, 4Y, 5Y, 7Y, 10Y, 12Y, 15Y, 20Y, 30Y



www.erisfutures.com

Contact Eris to get started:
Call (888) 587-2699 option 2 for sales support or email sales@erisfutures.com