

May 07, 2024
068/2024-PRE

CIRCULAR LETTER

Listed B3 Participants

Re.: **Launch of Structured Transactions - Forward Points on Mini U.S. Dollar Futures Based on the WMCO Spot Rate (FRW)**

B3 hereby informs you that Structured Transactions - Forward Points on Mini U.S. Dollar Futures Based on the WMCO Spot Rate are scheduled to become available as of **June 3, 2024**.

The technical specifications of the structured transaction are contained in the Annex hereto.

Further information on the Structured Transactions - Forward Points on Mini U.S. Dollar Futures Based on the WMCO Spot Rate (FRW) are available at <https://clientes.b3.com.br/en/>, Roadmap, Projects, FRW Rate – Differential Between WMCO Spot Rate and U.S. Dollar Futures.

Further information can be obtained from the Listed Products Department by telephone on +55 11 2565-6023 or from the Electronic Trading Department by telephone on +55 11 2565-5021/5022 or by email at tradingsupport@b3.com.br or trading@b3.com.br.

Gilson Finkelsztain
Chief Executive Officer

José Ribeiro de Andrade
Chief Product and Client Officer

Annex to CIRCULAR LETTER 068/2024-PRE

**STRUCTURED TRANSACTIONS - FORWARD POINTS ON MINI U.S. DOLLAR
FUTURES BASED ON THE WMCO SPOT RATE**

1. Specifications

Underlying	Mini BRL/USD exchange rate futures contract traded on the exchange market operated by B3 S.A. – Brasil, Bolsa, Balcão (B3)
Ticker	FRW
Number of contracts	Each FRW transaction corresponds to one Mini U.S. Dollar Futures Contract
Price quotation	BRL per USD1,000,00
Tick size	BRL 0.10 per USD1,000.00
Round lot	1 contract
Position generated	FRW0 (position generated on T0)

2. Mini U.S. Dollar Futures (WDO) price calculation

The basis month will be the first month of the Mini U.S. Dollar Futures Contract, up until third business day before its expiration. Thereafter, the basis month will be the second month, which will retain this status until the third business day before its expiration date, when the process will be repeated.

Please note that the forward points strategy does not constitute a specific futures contract. It is an alternative way of trading Mini U.S. Dollar Futures Contracts through the WMCO USD/BRL rate of WMR Reuters.

068/2024-PRE

Trading in the FRW will generate, at the end of the day, a position in the Mini U.S. Dollar Futures market.

The basis month futures contract price (Ft) is calculated by:

$$F_t = (WMC0_t \times 1.000) + f_t$$

Where:

F_t = price of the Mini U.S. Dollar Futures Contract (WDO);

WMC0_t = price generated by the USD/BRL spot rate fixed by WMR Reuters at 4:00 p.m. London time; and

f_t = FRW traded price quotation.

The financial results of the settlement will be transferred on the business day that follows the expiration date.

3. Special conditions

In situations not foreseen in this instrument, including, without limitation, those arising from acts emanating from government entities, regulators or other competent authorities as well as any others that directly or indirectly impact 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, perform the necessary measures, aiming for the settlement, continuity or extension of the contract on equivalent terms, based on its regulations.

4. Applicable law

This instrument is governed by and construed in accordance with the laws in force in the Federative Republic of Brazil.

5. Application of B3 standards and regulations

All standards, regulations, rules, and procedures published by B3 shall apply to this instrument.