FUTURES TRADING RULES

CURRENT RULE	NEW RULE	
2.15.3 Termination of Membership. The Exchange shall terminate any Membership upon the occurrence of any of the following events: (a) upon the death, mental incapacity, bankruptcy or filing of a bankruptcy petition by any individual Trading Member; (b) if a corporate Member becomes insolvent or calls a meeting of its creditors, or enters into an arrangement or composition under insolvency laws or suffers winding up, dissolution or other similar event; (c) revocation of a licence by MAS with respect to the Member's trading in futures contracts; or (d) in the case of a Bank Trading Member, revocation of its licence under the Banking Act or removal of its exemption from holding a CMS licence under the Act.	2.15.3 Termination of Membership. The Exchange shall have the power to terminate any Membership upon the occurrence of any of the following events: (a) upon the death, mental incapacity, bankruptcy or filing of a bankruptcy petition by any individual Trading Member; (b) if a corporate Member becomes insolvent or calls a meeting of its creditors, or enters into an arrangement or composition under insolvency laws or suffers winding up, dissolution or other similar event; (c) revocation of a licence by MAS with respect to the Member's engagement in any Regulated Activity; or (d) in the case of a Bank Trading Member, revocation of its licence under the Banking Act or removal of its exemption from holding a CMS licence under the Act.	This Rule is amended to provide SGX-DT with the power to terminate the Membership of an SGX-DT Trading Member if its CMS licence to deal in securities has been revoked.

CURRENT RULE	NEW RULE	
3.3.3 Risk Disclosure Statement. A Member shall obtain a written acknowledgement from its Customer that the Customer is aware of the risks associated with trading in contracts, as contemplated under the Act. In the case of a Bank Trading Member, the written acknowledgement shall include an acknowledgement by the Customer that the Investor Compensation Scheme contemplated under Part XI of the Act does not apply in relation to the Bank Trading Member.	3.3.3 Risk Disclosure Statement. A Member shall obtain a written acknowledgement from its Customer, in the form contemplated under the Act, that the Customer is aware of the risks associated with trading in ~~c~~Contracts, ~~as contemplated under the Act~~. In the case of a Bank Trading Member, the written acknowledgement shall include an acknowledgement by the Customer that the Investor Compensation Scheme contemplated under Part XI of the Act does not apply in relation to the Bank Trading Member.	This is an editorial amendment.
New Rule	3.3.23A Register of Securities The following requirements apply in relation to the maintenance of a register of securities for Members, Registered Representatives and Approved Traders executing Agency Trades that deal in Contracts that are classified as securities under the Act: (a) a Member, its Registered Representatives and Approved Traders executing Agency Trades shall maintain a register of securities in accordance with the SFA; (b) If asked by the Exchange, a Member, its Registered Representatives and Approved Traders executing Agency Trades shall produce the register for inspection; and (c) a Member, its Registered	This Rule is added to require the Trading Member and its Registered Representatives to maintain a register a securities in accordance with Part VII, Division 1 of the SFA.

CURRENT RULE	NEW RULE	
	Representatives and Approved Traders executing Agency Trades shall permit the Exchange to take extracts of the register.	
New Rule	3.4.15 Prohibited Conduct A Member, a Registered Representative or an Approved Trader shall not participate in any prohibited market conduct or in any insider trading, or knowingly assist a person in such conduct.	This Rule is added to set out the prohibition of insider trading in accordance with Part XII, Division 3 of the SFA.
4.1.15 Price Limits and Cooling Off. The Exchange may prescribe, for certain Contracts, Price Limits which are designed to temporarily restrict trading when the Market(s) becomes volatile. "**Price Limit**" refers to the maximum price advanced or declined from the previous Trading Day's settlement price permitted during any trading session(s), as provided under the relevant Contract Specifications. If, in the course of any Trading Day, the price for any Contract reaches any of its Price Limits, the Exchange may signal a Cooling Off Period. With respect to an Option Contract, if the price for the underlying Futures Contract reaches any of that Futures Contract's Price Limits, trading in the Option Contract shall be halted for the duration of the underlying Futures Contract's Cooling Off Period. "**Cooling**	4.1.15 Price Limits and Cooling Off. The Exchange may prescribe, for certain Contracts, Price Limits which are designed to temporarily restrict trading when the Market(s) becomes volatile. "**Price Limit**" refers to the maximum price advanced or declined from the previous Trading Day's settlement price permitted during any trading session(s), as provided under the relevant Contract Specifications. If, in the course of any Trading Day, the price for any Contract reaches any of its Price Limits, the Exchange may signal a Cooling Off Period. ~~With respect to an Option Contract, if the price for the underlying Futures Contract reaches any of that Futures Contract's Price Limits, trading in the Option Contract shall be halted for the duration of the underlying Futures Contract's Cooling Off Period.~~	

CURRENT RULE		NEW RULE		
	Off Period" means a period of ten (10) minutes or any other period as set forth in the relevant Contract Specifications during which each Contract may be traded at or within its Price Limits. Trading may resume upon the lapse of the Cooling Off Period, for the remainder of the Trading Day, or such other period as may be prescribed in the relevant Contract Specifications.		With respect to an Option Contract, trading in the Option Contract shall be halted: (a) for the duration of the Cooling Off Period in the underlying Futures Contract; or (b) as prescribed in the Contract Specifications. "**Cooling Off Period**" means a period of ten (10) minutes or any other period as set forth in the relevant Contract Specifications during which each Contract may be traded at or within its Price Limits. Trading may resume upon the lapse of the Cooling Off Period, for the remainder of the Trading Day, or such other period as may be prescribed in the relevant Contract Specifications.	The criterion for Trading Halt for an Options Contract is expanded to cater for Options Contract where the underlying is not a Futures Contract.
4.3.8	Exercise/Expiry of All Option Contracts on Expiration Day. On the Expiration Day of both cash settled and deliverable Option Contracts, the Clearing House shall, unless otherwise directed by the holder of the Option Contract or otherwise stated in the relevant Contract Specifications: (a) exercise all in-the-money Option Contracts; and	4.3.8	Exercise/Expiry of All Option Contracts on Expiration Day. On the Expiration Day of both cash settled and deliverable Option Contracts, the Clearing House shall, unless otherwise directed by the holder of the Option Contract or otherwise stated in the relevant Contract Specifications: (a) exercise all in-the-money Option Contracts; and	

CURRENT RULE	NEW RULE	
(b) allow all other Option Contracts to expire. The exercise price shall, unless otherwise indicated in the relevant Contract Specifications or by the Clearing House, be based on the Final Settlement Price of the underlying Futures Contract.	(b) allow all other Option Contracts to expire. ~~The exercise price shall, unless otherwise indicated in the relevant Contract Specifications or by the Clearing House, be based on the Final Settlement Price of the underlying Futures Contract.~~	 This is an editorial amendment. The exercise price is always set out in the relevant Contract Specifications or by the Clearing House at the point of listing.
6. OVERVIEW This Chapter deals with dispute resolution between Members with respect to Contracts traded on the Markets. The Exchange recognises that the fair, speedy and cost-effective resolution of disputes between Members is important to the health of the Markets. Arbitration of such disputes in a neutral forum with the aid of specialist experts instills market confidence. Arbitration involving Contracts shall be before the Singapore International Arbitration Centre ("SIAC") or such other forums as the parties may agree. The Exchange does not provide any in-house arbitral forum. Under this Rules, arbitration is not compulsory unless a dispute involves a deliverable Commodity Futures Contract. With respect to such contracts, when any disputing Member elects to resolve the dispute via arbitration before the SIAC, the other disputing Member is compelled to submit to such arbitration. If neither Member elects for arbitration, the Members are free to resolve their dispute	6. OVERVIEW This Chapter deals with dispute resolution between Members with respect to Contracts traded on the Markets. The Exchange recognises that the fair, speedy and cost-effective resolution of disputes between Members is important to the health of the Markets. Arbitration of such disputes in a neutral forum with the aid of specialist experts instills market confidence. Arbitration involving Contracts shall be before the Singapore International Arbitration Centre ("SIAC") or such other forums as the parties may agree. The Exchange does not provide any in-house arbitral forum. Under this Rules, arbitration is not compulsory unless a dispute involves a deliverable Commodity Futures Contract. With respect to such ~~c~~Contracts, when any disputing Member elects to resolve the dispute via arbitration before the SIAC, the other disputing Member is compelled to submit to such arbitration. If neither Member elects for arbitration, the Members are free to resolve their dispute	This is an editorial amendment.

CURRENT RULE	NEW RULE	
in such manner as they deem fit. Save for deliverable Commodity Futures Contracts, this Chapter does not seek to govern dispute resolution between Member and Customer, or between Customers.	in such manner as they deem fit. Save for deliverable Commodity Futures Contracts, this Chapter does not seek to govern dispute resolution between Member and Customer, or between Customers.	
Regulatory Notice 4.1.8 2.2.6 The Exchange will approve a list of designated Option Contracts as set out in Appendix A. The option reference price shall be determined by theoretical pricing models using, among other variables, the futures reference price of the underlying Futures Contract and the volatility of the option contract implied from the previous settlement price of the option contract.	Regulatory Notice 4.1.8 2.2.6 The Exchange will approve a list of designated Option Contracts as set out in Appendix A. The option reference price shall be determined by theoretical pricing models using: (a) in the case of an Option Contract that grants an option on a Futures Contract, among other variables, the futures reference price of the underlying Futures Contract and the volatility of the ~~o~~Option ~~c~~Contract implied from the previous settlement price of the ~~o~~Option ~~c~~Contract; and (b) in the case of an Option Contract that grants an option on an Underlying, among other variables, the reference price of the underlying index and the volatility of interest rates, dividend, time to maturity and the option strike price.	This clause in the Regulatory Notice is amended to reflect the variables that SGX-DT will refer to for an Options Contract which is based on an Underlying.
Contract Refers to a contract approved by MAS for listing and trading on the Markets;	**Contract** Refers to a~~~~n instrument, contract or transaction, or class of instruments, contracts or transactions approved by MAS for listing and trading on the Markets;	The definition of Contract is amended to allow for SGX-DT to list products that are not classified as futures contracts under the SFA. The scope of the products reflects the wording of s.29(d) of the SFA.

CURRENT RULE	NEW RULE	
Option Contract Refers to a Contract which grants an option on a Futures Contract;	**Option Contract** Refers to a Contract which grants an option in respect of ~~on~~ an Underlying or a Futures Contract;	The definition of Option Contract is amended to allow SGX-DT to list options on an underlying that is not a Futures Contract.

APPENDIX A TO REGULATORY NOTICE 4.1.11

MINIMUM TICK SCHEDULE FOR NEGOTIATED LARGE TRADES

Contract	Minimum Volume Threshold (Lots)
SGX S&P CNX Nifty Index Options	25

APPENDIX B TO REGULATORY NOTICE 4.1.11

MINIMUM TICK SCHEDULE FOR NEGOTIATED LARGE TRADES

Contract	Market Tick Size	NLT Tick Size
SGX S&P CNX Nifty Index Options	0.1 index point (US$0.20)	0.01 index point (US$0.02)

SCHEDULE A

Rule Violation		Whether composition may be offered	Composition Amount which may be Offered by the Exchange, where the Exchange has Determined the Member, Approved Trader and/or Registered Representative to be Liable									Mandatory minimum penalty imposable by the Disciplinary Committee
			Members			Approved Traders			Registered Representatives			
Rule Chapter/ Number	Brief Description of Rule		1st Violation	2nd Violation	3rd Violation	1st Violation	2nd Violation	3rd Violation	1st Violation	2nd Violation	3rd Violation	
Chapter 3 — Conduct of Members, Approved Traders and Representatives												
3.3	**Duties of Members Undertaking Agency Trades**											
3.3.23A (a)	Members, Approved Traders and Registered Representatives to maintain a register of securities in accordance with SFA	Not Compoundable	Not Compoundable									$10,000
3.3.23A (b)	Members, Approved Traders and Registered Representatives to produce the register for inspection if requested by the Exchange	Not Compoundable	Not Compoundable									$10,000
3.3.23A (c)	Members, Approved Traders and Registered Representatives to permit the Exchange to take extracts of the register	Not Compoundable	Not Compoundable									$10,000

Rule Violation		Whether composition may be offered	Composition Amount which may be Offered by the Exchange, where the Exchange has Determined the Member, Approved Trader and/or Registered Representative to be Liable									Mandatory minimum penalty imposable by the Disciplinary Committee
			Members			Approved Traders			Registered Representatives			
Rule Chapter/ Number	Brief Description of Rule		1st Violation	2nd Violation	3rd Violation	1st Violation	2nd Violation	3rd Violation	1st Violation	2nd Violation	3rd Violation	
3.4	**Trading Practices & Conduct Rules of Members, Approved Traders & Registered Representatives**											
3.4.15	Members, Approved Traders and Registered Representatives not to participate in any prohibited market conduct or in any insider trading	Not Compoundable	Not Compoundable									$30,000

SGX-DC CLEARING RULES

CURRENT RULE	NEW RULE	
"contract" means the rights and obligations incurred through any trade or transaction whether or not through a market, and if through a market, whether or not the same is a Relevant Market and whether or not it relates to a Commodity or a futures contract as defined in the SFA.	"contract" means the rights and obligations incurred through any trade or transaction whether or not through a market, and if through a market, whether or not the same is a Relevant Market and whether or not it relates to a Commodity, security or a futures contract as defined in the SFA.	This definition has been amended to include securities.
"**Designated Futures Contract**" means a futures contract including a futures option contract, which is traded on Participating Markets and which has been designated pursuant to the terms of the agreement between the Clearing House and the Participating Markets in respect of the Mutual Offset System as a futures contract or option contract eligible for trading under the Mutual Offset System.	"**Designated Futures Contract**" means a futures contract ~~including a futures~~ or an option contract, which is traded on Participating Markets and which has been designated pursuant to the terms of the agreement between the Clearing House and the Participating Markets in respect of the Mutual Offset System as a futures contract or option contract eligible for trading under the Mutual Offset System.	This definition has been amended to include option contracts based on underlying other than a futures contract.
7.04.5 Upon the exercise of an option contract by or on behalf of a Clearing Member or, as the case may be, by the Clearing House or upon the deemed exercise of such option contract pursuant to this Rules of the Relevant Market at which the option contract was traded, the option contract shall be replaced by novation by an open contract in the terms specified in the option contract at the strike price or at some other price in accordance with the terms of such option contract.	7.04.5 Upon the exercise of a~~n~~ futures option contract by or on behalf of a Clearing Member or, as the case may be, by the Clearing House or upon the deemed exercise of such option contract pursuant to this Rules of the Relevant Market at which the option contract was traded, the option contract shall be replaced ~~by novation~~ by an open contract in the terms specified in the option contract at the strike price or at some other price in accordance with the terms of such option contract.	This Rule has been amended to apply only to option contract that has a futures contract as the underlying. Other option contracts that do not have a futures contract as the underlying are cash settled.