

## AMENDMENTS TO THE FUTURES TRADING RULES – CHAPTER 1: GENERAL MATTERS

Current Rule	New Rule
<p><b>1.5 Compensation for Investors</b></p>	<p><b>1.5 Compensation for Investors</b></p>
<p>1.5.1 <u>Fidelity Fund Maintained by Exchange.</u></p> <p>The Exchange is required under the Act to establish and maintain a fidelity fund consisting of such amount as prescribed by MAS to:</p> <p>(a) compensate any Person (other than an Accredited Investor) who suffers pecuniary loss through the Defalcation committed by a Member, or any of its directors, officers, employees or representatives, in respect of any money or other property that was entrusted to or received by the Member or any of its directors, officers, employees or representatives, for or on behalf of the Person, or by reason that the Member was a trustee of the money or other property; or</p> <p>(b) pay to a liquidator, official assignee or trustee in bankruptcy of a Member that is being wound up or the subject of bankruptcy proceedings respectively, to make up or reduce the deficiency arising because the available assets of the Member are insufficient to satisfy any debts arising from its trading activities that have been proved in the liquidation or bankruptcy of the Member.</p> <p>“<b>Defalcation</b>” refers to the misapplication, including misappropriation, of any property as contemplated under the Act.</p>	<p>1.5.1 <u>Fidelity Fund Maintained by Exchange.</u></p> <p><u>(1)</u> The Exchange is required under the Act to establish and maintain a fidelity fund consisting of such amount as prescribed by MAS to:</p> <p>(a) compensate any Person (other than an Accredited Investor) who suffers pecuniary loss through the Defalcation committed by a Member <u>that is a CMS licence holder</u>, or any of its directors, officers, employees or representatives, in respect of any money or other property that was entrusted to or received by the Member or any of its directors, officers, employees or representatives, for or on behalf of the Person, or by reason that the Member was a trustee of the money or other property; or</p> <p>(b) pay to a liquidator, official assignee or trustee in bankruptcy of a Member, <u>that is a CMS licence holder</u>, that is being wound up or the subject of bankruptcy proceedings respectively, to make up or reduce the deficiency arising because the available assets of the Member are insufficient to satisfy any debts arising from its trading activities that have been proved in the liquidation or bankruptcy of the Member.</p> <p>“<b>Defalcation</b>” refers to the misapplication, including misappropriation, of any property as contemplated under the Act.</p> <p><u>(2) Pursuant to Rule 1.5.1(1), the fidelity fund will not be applied in the event of a Bank Trading Member’s defalcation, winding up or bankruptcy.</u></p>
<p>1.5.2 <u>Compensation Claims by Persons Claiming Compensation in the Case of Defalcation.</u></p> <p>Persons claiming compensation from the fidelity fund under Rule 1.5.1(a) shall do so in accordance with the procedures set forth on the Exchange’s website.</p>	<p>1.5.2 <u>Compensation Claims by Persons Claiming Compensation in the Case of Defalcation.</u></p> <p>Persons claiming compensation from the fidelity fund under Rule 1.5.1<u>(1)</u>(a) shall do so in accordance with the procedures set forth on the Exchange’s website.</p>

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## AMENDMENTS TO THE FUTURES TRADING RULES – CHAPTER 2: ACCESS AND MEMBERSHIP

Current Rule	New Rule
<p><b>2. OVERVIEW OF ACCESS AND MEMBERSHIP</b></p>	<p><b>2. OVERVIEW OF ACCESS AND MEMBERSHIP</b></p>
<p><b>2.2 Classes of Membership</b></p>	<p><b>2.2 Classes of Membership</b></p>
<p>2.2.1 <u>Overview</u></p> <p>Membership shall:</p> <p>(a) comprise such classes of membership as provided under this Rules; and</p> <p>(b) be granted pursuant to and subject to this Rules.</p>	<p>No change.</p>
<p>2.2.2 <u>Trading Member</u></p> <p>A Trading Member shall observe this Rules and any requirements as prescribed by the Exchange from time to time.</p>	<p>2.2.2 <u>Trading Member</u></p> <p><u>There are 2 classes of Trading Members :</u></p> <p><u>(i) General Trading Members; and</u></p> <p><u>(ii) Bank Trading Members.</u></p> <p>A Trading Member shall observe this Rules and any requirements as prescribed by the Exchange from time to time.</p>
<p>2.2.3 <u>Clearing Member</u></p> <p>To the extent that a Clearing Member has trading privileges, it is required to observe this Rules, the Clearing Rules and any requirements as prescribed by the Exchange or the Clearing House from time to time.</p>	<p>No change.</p>
<p>2.2.4 <u>Dual Member.</u></p> <p>A Dual Membership entitles a Member to certain Membership privileges and subjects it to certain additional Membership obligations as set out in the applicable rules, including this Rules, the Clearing Rules, the CDP Clearing Rules and the Securities Rules. A “Dual Member” refers to a Member of more than one (1) Approved Exchange or more than one (1) Designated Clearing House owned by</p>	<p>No change.</p>

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Current Rule	New Rule
the Singapore Exchange Limited, as the case may be.	
<p>2.2.5 <u>Honorary Member</u></p> <p>The Exchange reserves the right to confer the distinction of Honorary Member to any person who has made a significant contribution to the promotion and development of a Market or Markets.</p>	No change.
<b>2.3 Admission Criteria for Members</b>	<b>2.3 Admission Criteria for Members</b>
<p>2.3.1 <u>Licensing, Financial, Integrity, Clearing and Other Requirements</u></p> <p>To be eligible for admission as a Member, an applicant shall satisfy the Exchange of its ability to satisfy the following requirements, where relevant, both at the time of admission as well as on a continuous basis until the termination of the Membership:</p>	<p>2.3.1 <u>Licensing, Financial, Integrity, Clearing and Other Requirements</u></p> <p>To be eligible for admission as a Member, an applicant shall satisfy the Exchange of its ability to satisfy the following requirements, where relevant, both at the time of admission as well as on a continuous basis until the termination of the Membership:</p>
(a) licensing requirements as set forth in Rule 2.4;	(a) <u>in the case of a General Trading Member,</u> licensing requirements as set forth in Rule 2.4.1;
New Rule	(b) <u>in the case of a Bank Trading Member, credit rating requirements as set forth in Rule 2.4.2;</u>
(b) financial requirements as set forth in Rule 2.5;	<del>(b)</del> financial requirements as set forth in Rule 2.5;
(c) technical matters and risk management controls as set forth in Rule 2.6;	<del>(c)</del> technical matters and risk management controls as set forth in Rule 2.6;
(d) fit and proper requirements as set forth in Rule 2.7;	<del>(d)</del> fit and proper requirements as set forth in Rule 2.7;
(e) clearing arrangement with a Clearing Member as set forth in Rule 2.10; and	<del>(e)</del> clearing arrangement with a Clearing Member as set forth in Rule 2.10; and
(f) other requirements as prescribed under the Act, this Rules and applicable laws.	<del>(f)</del> other requirements as prescribed under the Act, this Rules and applicable laws.

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Current Rule	New Rule
<p>2.3.2 <u>Membership in Other Exchanges</u></p> <p>The following requirements apply in relation to membership in other exchanges:</p> <p>(a) the Exchange may consider an application from a member of another exchange if such applicant is able to satisfy the Exchange that it meets the requirements set forth in Rule 2.3.1; and</p> <p>(b) a Member engaging in Agency Trades is required to obtain the prior approval of the Exchange before seeking concurrent membership in another exchange.</p>	<p>No change.</p>
<p><b>2.4 Licensing Requirements for Members, their Employees and Agents</b></p>	<p><b>2.4 Licensing <u>and Credit Rating</u> Requirements for Members, their Employees and Agents</b></p>
<p>To the extent that any Member or its employees and agents engage in any Regulated Activity in the Markets, such Member and its employees and agents are required to procure and maintain the requisite licence(s) with MAS and independently satisfy such licensing requirements as contemplated under the applicable laws. “Regulated Activity” refers to any activity that requires a CMS Licence, representative’s licence, financial adviser’s licence or such other licence as required under the Act, Financial Advisers Act (Cap 110) or other applicable laws.</p>	<p><u>2.4.1 Licensing Requirements for General Trading Members</u></p> <p>To the extent that any <u>General Trading</u> Member or its employees and agents engage in any Regulated Activity in the Markets, such <u>General Trading</u> Member and its employees and agents are required to procure and maintain the requisite licence(s) with MAS and independently satisfy such licensing requirements as contemplated under the applicable laws, <del>unless the Member, or its employee or agent are exempt from such licensing requirements under the Act or any other applicable laws.</del></p> <p>“Regulated Activity” refers to any activity that requires a CMS Licence, representative’s licence, financial adviser’s licence or such other licence as required under the Act, <u>or</u> Financial Advisers Act (Cap 110) <del>or other applicable laws.</del></p>
<p>New rule.</p>	<p><u>2.4.2 Credit Rating Requirements for Bank Trading Members</u></p> <p><u>A Bank Trading Member is required to satisfy the Exchange that it, or its parent bank, has:</u></p> <p>(a) <u>a financial strength rating of at least C from Moody’s Investors Service;</u></p> <p>(b) <u>a bank fundamental strength rating of at least C from Standard &amp; Poor’s</u></p>

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Current Rule	New Rule
	<p><u>Corporation;</u></p> <p>(c) <u>a bank individual rating of at least C from Fitch, Inc; or</u></p> <p>(d) <u>an equivalent rating from any other international rating agency deemed acceptable by the Exchange.</u></p>
New rule.	<p><u>2.4.3 Downgrades in Credit Rating of Bank Trading Members</u></p> <p><u>Upon admission as a Bank Trading Member, if there is any downgrade in the rating of the Bank Trading Member or its parent bank such that it falls below the minimum prescribed rating, the Exchange may, at its discretion, impose additional conditions as it deems fit, for permitting the Bank Trading Member to continue its trading activities as a Bank Trading Member.</u></p>
<b>2.5 Financial Requirements for Members</b>	<b>2.5 Financial Requirements for Members</b>
<p><u>2.5.1 Overview of Base Capital, Total Risk Requirement and Statutory Requirements</u></p> <p>A Member is required to comply with the financial requirements set forth in Rule 2.5, including requirements for Base Capital, Net Head Office Funds, Adjusted Net Head Office Funds, Financial Resources and Aggregate Resources. “Financial Resources”, “Base Capital”, “Net Head Office Funds”, “Adjusted Net Head Office Funds”, “Total Risk Requirement”, “Aggregate Indebtedness”, and “Aggregate Resources” shall have the meanings ascribed to them under the Financial and Margin Regulations. “Financial and Margin Regulations” refers to the Securities and Futures (Financial and Margin Requirements for Holders of Capital Markets Services Licences) Regulations.</p>	<p><u>2.5.1 Overview of Base Capital, Total Risk Requirement and Statutory Requirements</u></p> <p>A Member is required to comply with the financial requirements set forth in Rule 2.5, including, <u>where applicable,</u> requirements for Base Capital, Net Head Office Funds, Adjusted Net Head Office Funds, Financial Resources and Aggregate Resources.</p> <p>“Financial Resources”, “Base Capital”, “Net Head Office Funds”, “Adjusted Net Head Office Funds”, “Total Risk Requirement”, “Aggregate Indebtedness”, and “Aggregate Resources” shall have the meanings ascribed to them under <del>the Financial and Margin Regulations</del> <u>Chapter 8 of this Rules.</u></p> <p><del>“Financial and Margin Regulations” refers to the Securities and Futures (Financial and Margin Requirements for Holders of Capital Markets Services Licences) Regulations.</del></p>
<p>2.5.2 <u>Trading Members</u></p> <p>The following requirements apply in relation to Trading Members:</p>	<p>2.5.2 <u>Trading Members</u></p> <p>The following requirements apply in relation to Trading Members:</p>

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Current Rule	New Rule
(a) except for Rule 2.5.4, a Trading Member that engages solely in House Trades and Proprietary Trades of its Related Corporations is not subject to any financial requirements under Rule 2.5. However, in deciding whether to admit such Trading Member, the Exchange shall take into account matters such as the prospective Trading Member's financial standing, pending court proceedings and criminal records; and	(a) except for Rule 2.5.4, a Trading Member that engages solely in House Trades and Proprietary Trades of its Related Corporations is not subject to any financial requirements under Rule 2.5. However, in deciding whether to admit such Trading Member, the Exchange shall take into account matters such as the prospective Trading Member's financial standing, pending court proceedings and criminal records; <del>and</del>
(b) any other Trading Member shall at all times: <ul style="list-style-type: none"> <li>(i) maintain a Base Capital or Net Head Office Funds, as the case may be, of not less than \$1 million;</li> <li>(ii) not cause or permit its Financial Resources or Adjusted Net Head Office Funds, as the case may be, to fall below its Total Risk Requirement; and</li> <li>(iii) not cause or permit its Aggregate Indebtedness to exceed 1200% of its Aggregate Resources.</li> </ul>	(b) any other <u>General</u> Trading Member shall at all times: <ul style="list-style-type: none"> <li>(i) maintain a Base Capital or Net Head Office Funds, as the case may be, of not less than \$1 million;</li> <li>(ii) not cause or permit its Financial Resources or Adjusted Net Head Office Funds, as the case may be, to fall below its Total Risk Requirement; and</li> <li>(iii) not cause or permit its Aggregate Indebtedness to exceed 1200% of its Aggregate Resources.</li> </ul>
New rule.	<u>(c) any other Bank Trading Member shall at all times:</u>
New rule.	<u>(i) maintain a Base Capital or Net Head Office Funds, as the case may be, of not less than \$1 million, failing which, the Bank Trading Member must deposit an amount of not less than \$1 million in cash and/or acceptable government securities with the Clearing House;</u>  <u>PROVIDED ALWAYS THAT:-</u>  <u>(1) the Exchange shall have the discretion to decide if a Bank Trading Member may rely on its Base Capital or Net Head Office Funds instead of depositing cash and/or acceptable government securities;</u>  <u>(2) if the Bank Trading Member is also a clearing member of the Clearing House and/or CDP, and has a deposit in excess of \$1 million with the Clearing House or CDP in accordance with the applicable provisions of the Clearing Rules or CDP Clearing Rules, it need not deposit with the Clearing House a further \$1 million or such other amount</u>

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Current Rule	New Rule
	<p><u>as may be prescribed by the Exchange; and</u></p> <p><u>(3) the Exchange shall have the discretion to use or apportion in any manner, the abovementioned deposit to satisfy the Bank Trading Member's obligations to the Exchange, Clearing House, and/or CDP under this Rules, the Clearing Rules, and the CDP Clearing Rules respectively. In deciding the apportionment, the Exchange may, in consultation with the Clearing House and/or CDP, take into account factors, including but not limited to, the amount owed by the Bank Trading Member to the Exchange, Clearing House and/or CDP respectively.</u></p>
New rule.	<p><u>(ii) not cause or permit its Financial Resources or Adjusted Net Head Office Funds or cash and/or acceptable government securities deposited with the Clearing House or CDP, as the case may be, to fall below its Total Risk Requirements.</u></p>
<p>2.5.3 <u>Clearing Members</u></p> <p>Unless otherwise stated in the Clearing Rules, a Clearing Member shall at all times:</p> <p>(a) maintain a Base Capital or Net Head Office Funds, as the case may be, of</p> <p>(i) not less than \$5 million; or</p> <p>(ii) not less than \$8 million if it is also a member of CDP;</p> <p>(b) not cause or permit its Financial Resources or Adjusted Net Head Office Funds, as the case may be, to fall below its Total Risk Requirement;</p> <p>(c) not cause or permit its Aggregate Indebtedness to exceed 1200% of its Aggregate Resources;</p> <p>(d) satisfy the Clearing House that its parent group net worth meets such amounts as prescribed under the Clearing Rules; and</p> <p>(e) maintain a reserve fund as required under the Financial and Margin Regulations and subject to the requirements set forth therein. The reserve fund shall not be available for declaration of dividends without the prior</p>	<p>To delete.</p> <p><del>2.5.3—Clearing Members</del></p> <p><del>Unless otherwise stated in the Clearing Rules, a Clearing Member shall at all times:</del></p> <p><del>(a) maintain a Base Capital or Net Head Office Funds, as the case may be, of</del></p> <p><del>(i) not less than \$5 million; or</del></p> <p><del>(ii) not less than \$8 million if it is also a member of CDP;</del></p> <p><del>(b) not cause or permit its Financial Resources or Adjusted Net Head Office Funds, as the case may be, to fall below its Total Risk Requirement;</del></p> <p><del>(c) not cause or permit its Aggregate Indebtedness to exceed 1200% of its Aggregate Resources;</del></p> <p><del>(d) satisfy the Clearing House that its parent group net worth meets such amounts as prescribed under the Clearing Rules; and</del></p> <p><del>(e) maintain a reserve fund as required under the Financial and Margin</del></p>

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Current Rule	New Rule
approval of the Exchange and MAS.	<del>Regulations and subject to the requirements set forth therein. The reserve fund shall not be available for declaration of dividends without the prior approval of the Exchange and MAS.</del>
<p>2.5.4 <u>Additional Financial, Capital and Other Requirements Imposed by the Exchange or the Clearing House</u></p> <p>The Exchange or the Clearing House may from time to time prescribe additional financial and capital requirements for any Member or category or group of Members. Without limiting the foregoing, the Exchange may prescribe with respect to particular Members, capital, financial and other requirements in excess of the requirements prescribed under the Act or this Rules with respect to volume, risk exposure of positions carried, risk concentration, margin policies, nature of business conducted or to be conducted, their memberships in any exchange or market, and such other matters as deemed fit by the Exchange.</p>	No change.
<p>2.5.5 <u>Calculation of Financial Resources</u></p> <p>In the calculation of Financial Resources or Adjusted Net Head Office Funds, as the case may be, a corporate Member may include one (1) or more Qualifying Letter(s) of Credit deposited with the Exchange or the Clearing House and Qualifying Subordinated Loan(s), subject to such conditions and restrictions as prescribed under the Financial and Margin Regulations and in such form as prescribed by the Exchange or the Clearing House. The Exchange reserves the right to call on any of the Qualifying Letters of Credit and apply the proceeds thereof in respect of that Member's liabilities.</p>	<p>2.5.5 <u>Calculation of Financial Resources</u></p> <p>In the calculation of Financial Resources <del>or Adjusted Net Head Office Funds, as the case may be,</del> a corporate Member may include one (1) or more Qualifying Letter(s) of Credit deposited with the Exchange, <del>or</del> the Clearing House <u>or CDP</u> and Qualifying Subordinated Loan(s), subject to such conditions and restrictions as prescribed under the Financial and Margin Regulations and in such form as prescribed by the Exchange or the Clearing House. The Exchange reserves the right to call on any of the Qualifying Letters of Credit and apply the proceeds thereof in respect of that Member's liabilities.</p> <p><u>In the calculation of Adjusted Net Head Office Funds, a corporate Member may include one (1) or more Qualifying Letter(s) of Credit deposited with the Exchange, the Clearing House or CDP, subject to such conditions and restrictions as prescribed under the Financial and Margin Regulations and in such form as prescribed by the Exchange or the Clearing House. The Exchange reserves the right to call on any of the Qualifying Letters of Credit and apply the proceeds thereof in respect of that Member's liabilities.</u></p>

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Current Rule	New Rule
<p>2.5.6 <u>Notification of Material Changes to Financial Resources and Adjusted Net Head Office Funds</u></p> <p>The following requirements apply in relation to material changes to Financial Resources and Adjusted Net Head Office Funds:</p>	<p>2.5.6 <u>Notification of Material Changes to Financial Resources and Adjusted Net Head Office Funds</u></p> <p>The following requirements apply in relation to material changes to Financial Resources, <del>and</del> Adjusted Net Head Office Funds <u>and cash and/or acceptable government securities deposited with the Clearing House or CDP pursuant to Rule 2.5.2(c)(i):</u></p>
<p>(a) a corporate Member is required to immediately notify the Exchange in the event of any material changes to its Financial Resources or Adjusted Net Head Office Funds including:</p>	<p>(a) a corporate Member is required to immediately notify the Exchange in the event of any material changes to its Financial Resources or Adjusted Net Head Office Funds <u>or cash and/or acceptable government securities deposited with the Clearing House or CDP pursuant to Rule 2.5.2(c)(i), as the case may be,</u> including:</p>
<p>(i) an initial notification if its Financial Resources or Adjusted Net Head Office Funds, as the case may be, fall below 150% of its Total Risk Requirement;</p>	<p>(i) an initial notification if its Financial Resources or Adjusted Net Head Office Funds <u>or cash and/or acceptable government securities deposited with the Clearing House or CDP pursuant to Rule 2.5.2(c)(i),</u> as the case may be, fall below 150% of its Total Risk Requirement;</p>
<p>(ii) a warning notification if its Financial Resources or Adjusted Net Head Office Funds, as the case may be, fall below 120% of its Total Risk Requirement;</p>	<p>(ii) a warning notification if its Financial Resources or Adjusted Net Head Office Funds <u>or cash and/or acceptable government securities deposited with the Clearing House or CDP pursuant to Rule 2.5.2(c)(i),</u> as the case may be, fall below 120% of its Total Risk Requirement;</p>
<p>(iii) if its Aggregate Indebtedness exceeds 600% of its Aggregate Resources; or</p>	<p>(iii) <u>in the case of a General Trading Member,</u> if its Aggregate Indebtedness exceeds 600% of its Aggregate Resources; or</p>
<p>(iv) in the case of a Clearing Member, if its Financial Resources or Adjusted Net Head Office Funds, as the case may be, is reduced by more than 20% from the previously submitted monthly financial statement;</p>	<p>(iv) in the case of a Clearing Member, if its Financial Resources, <del>or</del> Adjusted Net Head Office Funds <u>or cash and/or acceptable government securities deposited with the Clearing House or CDP pursuant to the Clearing Rules or CDP Clearing Rules,</u> as the case may be, is reduced by more than 20% from the previously submitted monthly financial statement;</p>
<p>(b) if the Exchange is notified by a corporate Member under this Rule 2.5.6 or otherwise becomes aware that a corporate Member's Financial Resources or Adjusted Net Head Office Funds, as the case may be, has fallen or will fall below 120% of its Total Risk Requirement or such higher percentage as the Exchange</p>	<p>(b) if the Exchange is notified by a corporate Member under this Rule 2.5.6 or otherwise becomes aware that a corporate Member's Financial Resources or Adjusted Net Head Office Funds <u>or cash and/or acceptable government securities deposited with the Clearing House or CDP pursuant to Rule 2.5.2(c)(i),</u> as the case</p>

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Current Rule	New Rule
<p>may have imposed under Rule 2.5.4, the Exchange may direct that Member to comply with any or all of the requirements described under Regulation 7(3) of the Financial and Margin Regulations;</p>	<p>may be, has fallen or will fall below 120% of its Total Risk Requirement or such higher percentage as the Exchange may have imposed under Rule 2.5.4, the Exchange may direct that Member to comply with any or all of the requirements described under Regulation 7(3) of the Financial and Margin Regulations.</p> <p><u>PROVIDED THAT, in the case of a Bank Trading Member, the Exchange shall only require that Member to comply with directions in respect of the Bank Trading Member's business that is governed by this Rules;</u></p>
<p>(c) if the Exchange is notified by a corporate Member under this Rule 2.5.6 or otherwise becomes aware that a corporate Member's Financial Resources or Adjusted Net Head Office Funds, as the case may be, has fallen or will fall below 150% of its Total Risk Requirement or such higher percentage as the Exchange may have imposed under Rule 2.5.4, the Exchange shall be entitled to require that Member to:</p>	<p>(c) if the Exchange is notified by a corporate Member under this Rule 2.5.6 or otherwise becomes aware that a corporate Member's Financial Resources or Adjusted Net Head Office Funds <u>or cash and/or acceptable government securities deposited with the Clearing House or CDP pursuant to Rule 2.5.2(c)(i),</u> as the case may be, has fallen or will fall below 150% of its Total Risk Requirement or such higher percentage as the Exchange may have imposed under Rule 2.5.4, the Exchange shall be entitled to require that Member to:</p>
<p>(i) submit its statements of assets and liabilities, Financial Resources, Total Risk Requirement, Aggregate Indebtedness, and such other statements as required by the Exchange at such interval and for such time frame as determined by the Exchange; and</p>	<p>(i) submit its statements of assets and liabilities, Financial Resources, <u>cash and/or government securities deposited with the Clearing House or CDP pursuant to Rule 2.5.2(c)(i),</u> Total Risk Requirement, Aggregate Indebtedness, and such other statements as required by the Exchange at such interval and for such time frame as determined by the Exchange; and</p>
<p>(ii) operate its business in such manner and on such conditions as the Exchange may impose; and</p>	<p>(ii) operate its business <u>or in the case of a Bank Trading Member, its business governed by this Rules,</u> in such manner and on such conditions as the Exchange may impose; and</p>
<p>(d) if the Exchange is notified by a corporate Member under this Rule 2.5.6 or otherwise becomes aware that a corporate Member's Aggregate Indebtedness exceeds or will exceed 600% of its Aggregate Resources, or such lower percentage as the Exchange may have imposed under Rule 2.5.4, the Exchange may direct that Member to comply with any or all of the requirements described under Regulation 17(2) of the Financial and Margin Regulations.</p>	<p>(d) if the Exchange is notified by a <del>corporate</del> <u>General Trading</u> Member under this Rule 2.5.6 or otherwise becomes aware that a <del>corporate</del> <u>General Trading</u> Member's Aggregate Indebtedness exceeds or will exceed 600% of its Aggregate Resources, or such lower percentage as the Exchange may have imposed under Rule 2.5.4, the Exchange may direct that Member to comply with any or all of the requirements described under Regulation 17(2) of the Financial and Margin Regulations.</p>

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Current Rule	New Rule
<p><u>2.5.7 Requirements Relating to Preference Shares, Unsecured Loans and Others</u></p> <p>The following additional financial requirements apply:</p> <p>(a) a corporate Member shall comply with the obligations under the Financial and Margin Regulations relating to the issue of any preference share and redemption of any redeemable preference share, drawing down and repayment in part or in full of any Qualifying Subordinated Loan principal, making of any unsecured loan or advance, payment of any dividend or director's fees or increase in any director's remuneration, with the additional condition that in relation to the redemption of any redeemable preference share, repayment in part or in full of any Qualifying Subordinated Loan principal, making of any unsecured loan or advance, payment of any dividend or director's fees or increase in any director's remuneration, a corporate Member shall ensure that the sum of its Financial Resources or Adjusted Net Head Office Funds, as the case may be, and Qualifying Letters of Credit referred to in Rule 2.5.5, are more than 150% of its Total Risk Requirement. For the avoidance of doubt, a corporate Member shall comply with the requirements described in the relevant provisions of the Financial and Margin Regulations referred to in this Rule 2.5.7(a), whether or not that Member is licensed under the Act; and</p>	<p><u>2.5.7 Requirements Relating to Preference Shares, Unsecured Loans and Others</u> <a href="#">for General Trading Members</a></p> <p>The following additional financial requirements apply <a href="#">to General Trading Members</a>:</p> <p>(a) a <a href="#">General Trading corporate</a> Member shall comply with the obligations under the Financial and Margin Regulations relating to the issue of any preference share and redemption of any redeemable preference share, drawing down and repayment in part or in full of any Qualifying Subordinated Loan principal, making of any unsecured loan or advance, payment of any dividend or director's fees or increase in any director's remuneration, with the additional condition that in relation to the redemption of any redeemable preference share, repayment in part or in full of any Qualifying Subordinated Loan principal, making of any unsecured loan or advance, payment of any dividend or director's fees or increase in any director's remuneration, a <a href="#">General Trading corporate</a> Member shall ensure that the sum of its Financial Resources or Adjusted Net Head Office Funds, as the case may be, and Qualifying Letters of Credit referred to in Rule 2.5.5, are more than 150% of its Total Risk Requirement. For the avoidance of doubt, a <a href="#">General Trading corporate</a> Member shall comply with the requirements described in the relevant provisions of the Financial and Margin Regulations referred to in this Rule 2.5.7(a), whether or not that Member is licensed under the Act; and</p>
<p>(b) a corporate Member shall not reduce its paid-up ordinary share capital without the prior written approval of the Exchange.</p>	<p>(b) a <a href="#">General Trading corporate</a> Member shall not reduce its paid-up ordinary share capital without the prior written approval of the Exchange.</p>
<p><b>2.7 Fit and Proper Requirements</b></p>	<p><b>2.7 Fit and Proper Requirements</b></p>
<p><u>2.7.1 Directors, Chief Executive Officer and Other Personnel</u></p> <p>A corporate Member shall demonstrate to the reasonable satisfaction of the Exchange that it employs and appoints fit and proper persons as:</p> <p>(a) directors and chief executive officer;</p> <p>(b) key personnel who are suitably qualified and experienced to implement, oversee and maintain adequate internal procedures and risk management controls as contemplated under this Rules; and</p>	<p>No change.</p>

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Current Rule	New Rule
(c) Approved Traders and Registered Representatives.	
<p>2.7.2 <u>Exchange Approval for Chief Executive Officer</u></p> <p>A corporate Member shall procure the prior approval of the Exchange with respect to the appointment of its chief executive officer.</p>	<p>2.7.2 <u>Exchange Approval for Chief Executive Officer and Deputy Chief Executive Officer of General Trading Member</u></p> <p>A corporate <u>General Trading</u> Member shall procure the prior approval of the Exchange with respect to the appointment of its chief executive officer <u>and deputy chief executive officer</u>.</p>
New rule.	<p>2.7.2A <u>Notification of Appointment of Chief Executive Officer or Deputy Chief Executive Officer for Bank Trading Member</u></p> <p><u>A Bank Trading Member shall notify the Exchange at least seven (7) days prior to the appointment of its chief executive officer or deputy chief executive officer.</u></p>
<b>2.9 Member Register and Nomenclature</b>	<b>2.9 Member Register and Nomenclature</b>
<p>2.9.1 <u>Member Register</u></p> <p>The Exchange shall maintain a register of all Members (the “Register”). The names of Members on the Register which are undertaking Agency Trades or clearing activities shall be available for public inspection. Members on the Register may refer to themselves as “Members of SGX-DT Limited”.</p>	No change.
<p>2.9.2 <u>Trading Member</u></p> <p>A Trading Member may describe itself as a “Trading Member of SGX-DT Limited”.</p>	<p>2.9.2 <u>Trading Member</u></p> <p><u>(a) A General</u> Trading Member may describe itself as a “Trading Member of SGX-DT Limited”.</p> <p><u>(b) A Bank Trading Member may describe itself as a “Bank Trading Member of SGX-DT Limited”.</u></p>
<p>2.9.3 <u>Clearing Member</u></p> <p>A Clearing Member with trading privileges may describe itself as a “Clearing Member of SGX-DT Limited”.</p>	<p>To delete.</p> <p><del>2.9.3 Clearing Member</del></p> <p><del>A Clearing Member with trading privileges may describe itself as a “Clearing</del></p>

**Legend**

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Current Rule	New Rule
	<del>Member of SGX-DT Limited”.</del>
<b>2.13 Registration of Approved Traders and Registered Representatives</b>	<b>2.13 Registration of Approved Traders and Registered Representatives</b>
<p>2.13.1 <u>Registration Criteria for Approved Traders and Registered Representatives</u></p> <p>A Member shall register with the Exchange any person acting on its behalf as an Approved Trader or a Registered Representative. To qualify for registration with the Exchange as an Approved Trader or Registered Representative, each applicant:</p> <p>(a) shall be sponsored by its respective corporate Member. If the applicant is an individual Trading Member this requirement shall not apply. For the avoidance of doubt an applicant may only be sponsored by a single corporate Member;</p> <p>(b) shall be at least twenty-one (21) years old and be of good character;</p> <p>(c) shall not have been convicted of any offence involving fraud or dishonesty;</p> <p>(d) shall not be an undischarged bankrupt in Singapore or elsewhere;</p> <p>(e) shall have passed the requisite examinations certifying that the applicant is competent to undertake the proposed activities;</p> <p>(f) shall, where applicable, hold a valid capital markets services representative’s licence unless exempted under the Act; and</p> <p>(g) shall comply with such other additional requirements as the Exchange deems fit.</p>	<p>2.13.1 <u>Registration Criteria for Approved Traders and Registered Representatives</u></p> <p>A Member shall register with the Exchange any person acting on its behalf as an Approved Trader or a Registered Representative. To qualify for registration with the Exchange as an Approved Trader or Registered Representative, each applicant:</p> <p>(a) shall be sponsored by its respective corporate Member. If the applicant is an individual Trading Member this requirement shall not apply. For the avoidance of doubt an applicant may only be sponsored by a single corporate Member;</p> <p>(b) shall be at least twenty-one (21) years old and be of good character;</p> <p>(c) shall not have been convicted of any offence involving fraud or dishonesty;</p> <p>(d) shall not be an undischarged bankrupt in Singapore or elsewhere;</p> <p>(e) shall have passed the requisite examinations certifying that the applicant is competent to undertake the proposed activities;</p> <p>(f) shall, where applicable, hold a valid capital markets services representative’s licence unless exempted under the Act <u>and such licence is not suspended or revoked or has not expired</u>; and</p> <p>(g) shall comply with such other additional requirements as the Exchange deems fit.</p>
<p>2.13.2 <u>Registration of Approved Traders</u></p> <p>Every Approved Trader shall be required to register with the Exchange before he acts or holds himself out as having the authority to execute trades on the Markets for:</p> <p>(a) his own account, in the case of an individual Trading Member;</p>	No change.

**Legend**

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Current Rule	New Rule
<p>(b) the House Account of his sponsoring corporate Member;</p> <p>(c) a Customer Account on the instruction of a Registered Representative; or</p> <p>(d) a Customer Account on the instruction of a Customer, if the Approved Trader is also registered as a Registered Representative.</p> <p>For the avoidance of doubt, an Approved Trader shall not hold himself out as a sales representative of the respective Member or undertake any activities of a Registered Representative unless he is so registered with the Exchange as contemplated under this Rules.</p>	
<p>2.13.3 <u>Registration of Registered Representatives</u></p> <p>The following requirements apply in relation to the registration of Registered Representatives:</p> <p>(a) every Registered Representative shall be required to register with the Exchange before he acts or holds himself out as a sales representative of the respective Member. A Registered Representative shall not act or hold himself out as having the authority to execute trades on the Markets, unless he is registered as an Approved Trader with the Exchange as contemplated under this Rules. Upon being registered as a Registered Representative with the Exchange, a Registered Representative may, in the name of such Member:</p> <p style="padding-left: 40px;">(i) solicit Customers, solicit or accept orders from Customers, and give advice to Customers for the purchase or sale of contracts; and</p> <p style="padding-left: 40px;">(ii) in connection with the purchase or sale of contracts provide feedback on market sentiment or market conditions, quote prices, and provide confirmation to Customers regarding orders which have been executed; and</p> <p>(b) to the extent that a Registered Representative procures a temporary licence from MAS, the Exchange shall effect temporary registration for the corresponding duration as contemplated under the Act.</p>	No change.
<p>2.13.4 <u>Register of Approved Traders and Registered Representatives</u></p> <p>The Exchange shall maintain a register of Approved Traders and Registered</p>	No change.

**Legend**

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Current Rule	New Rule
Representatives.	
<p>2.13.5 <u>Approved Traders and Registered Representatives Obligations</u></p> <p>Approved Traders and Registered Representatives are required to comply with the relevant provisions and other safeguards as prescribed under the Act, this Rules and applicable laws.</p>	No change.
<p>2.13.6 <u>Revocation of Registration of Approved Traders and Registered Representatives</u></p> <p>A Member shall immediately notify the Exchange if:</p> <p>(a) MAS revokes the licence required for the conduct of activities of any of its Registered Representatives;</p> <p>(b) any of its Approved Traders or Registered Representatives is of unsound mind;</p> <p>(c) any of its Approved Traders or Registered Representatives is bankrupt;</p> <p>(d) any of its Approved Traders or Registered Representatives is subject to a composition or scheme of arrangement with his creditors, whether in or out of Singapore;</p> <p>(e) a judgment debt entered against any of its Approved Traders or Registered Representatives remains unsatisfied in whole or in part; or</p> <p>(f) the Approved Trader (other than an individual Trading Member) or a Registered Representative ceases to transact business through the Member or ceases to be sponsored by the Member.</p> <p>The registration of an Approved Trader or a Registered Representative shall automatically lapse upon such notification, or the cessation of his sponsoring Member's Membership.</p>	<p>2.13.6 <u>Revocation of Registration of Approved Traders and Registered Representatives</u></p> <p>A Member shall immediately notify the Exchange if:</p> <p>(a) MAS revokes, <u>or withdraws the exemption from holding</u>, the licence required for the conduct of activities of any of its Registered Representatives;</p> <p>(b) any of its Approved Traders or Registered Representatives is of unsound mind;</p> <p>(c) any of its Approved Traders or Registered Representatives is bankrupt;</p> <p>(d) any of its Approved Traders or Registered Representatives is subject to a composition or scheme of arrangement with his creditors, whether in or out of Singapore;</p> <p>(e) a judgment debt entered against any of its Approved Traders or Registered Representatives remains unsatisfied in whole or in part; or</p> <p>(f) the Approved Trader (other than an individual Trading Member) or a Registered Representative ceases to transact business through the Member or ceases to be sponsored by the Member.</p> <p>The registration of an Approved Trader or a Registered Representative shall automatically lapse upon such notification, or the cessation of his sponsoring Member's Membership.</p>
<p>2.13.7 <u>Summary Powers of Suspension of Registration of Approved Traders and Registered Representatives</u></p>	<p>2.13.7 <u>Summary Powers of Suspension of Registration of Approved Traders and Registered Representatives</u></p>

**Legend**

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Current Rule	New Rule
<p>Notwithstanding and without prejudice to the powers of the Appeals Committee or the Disciplinary Committee, the Exchange may suspend in whole or in part the privileges of any Approved Trader or a Registered Representative for a period of up to one (1) year upon the occurrence of any of the following events:</p> <p>(a) the sponsoring Member's trading privileges are suspended pursuant to Rule 2.15.2;</p> <p>(b) an application by an Approved Trader or a Registered Representative for registration contains material errors or omissions or is misleading in a material respect;</p> <p>(c) an Approved Trader or a Registered Representative is found guilty in a court of law of misconduct or willful neglect in a manner contrary to the Act;</p> <p>(d) an Approved Trader or a Registered Representative is convicted of an offence involving fraud or dishonesty;</p> <p>(e) an Approved Trader or a Registered Representative files a petition for bankruptcy;</p> <p>(f) a Registered Representative's licence under the Act is suspended;</p> <p>(g) an Approved Trader or a Registered Representative fails to pay any fee, levy or charge as prescribed by the Exchange from time to time; or</p> <p>(h) an Approved Trader or a Registered Representative acts in a manner which in the Exchange's opinion:</p> <p style="padding-left: 20px;">(i) impairs the goodwill or reputation of the Exchange or any Markets; or</p> <p style="padding-left: 20px;">(ii) impairs the operation of a fair, orderly and transparent market by the Exchange.</p>	<p>Notwithstanding and without prejudice to the powers of the Appeals Committee or the Disciplinary Committee, the Exchange may suspend in whole or in part the privileges of any Approved Trader or a Registered Representative for a period of up to one (1) year upon the occurrence of any of the following events:</p> <p>(a) the sponsoring Member's trading privileges are suspended pursuant to Rule 2.15.2;</p> <p>(b) an application by an Approved Trader or a Registered Representative for registration contains material errors or omissions or is misleading in a material respect;</p> <p>(c) an Approved Trader or a Registered Representative is found guilty in a court of law of misconduct or willful neglect in a manner contrary to the Act;</p> <p>(d) an Approved Trader or a Registered Representative is convicted of an offence involving fraud or dishonesty;</p> <p>(e) an Approved Trader or a Registered Representative files a petition for bankruptcy;</p> <p>(f) a Registered Representative's licence under the Act is suspended, <u>revoked, or has expired, or, in the case of a Registered Representative who is exempted from holding a licence under the Act, MAS imposes conditions or restrictions on the Registered Representative;</u></p> <p>(g) an Approved Trader or a Registered Representative fails to pay any fee, levy or charge as prescribed by the Exchange from time to time; or</p> <p>(h) an Approved Trader or a Registered Representative acts in a manner which in the Exchange's opinion:</p> <p style="padding-left: 20px;">(i) impairs the goodwill or reputation of the Exchange or any Markets; or</p> <p style="padding-left: 20px;">(ii) impairs the operation of a fair, orderly and transparent market by the Exchange.</p>

**Legend**

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Current Rule	New Rule
New rule.	<a href="#">2.13.7A Duty to Notify the Exchange of Matters Concerning Approved Traders and Registered Representatives</a>  <a href="#">A Member shall immediately notify the Exchange upon the occurrence of any of the events in Rule 2.13.7(c), (d), (e) and (f).</a>
<p>2.13.8 <u>Liability of Members</u></p> <p>A Member is responsible for all trades done through it. A corporate Member is responsible for the conduct and execution of trades by its Approved Traders and Registered Representatives and shall monitor and ensure that its Approved Traders and Registered Representatives comply with these Rules. For the avoidance of doubt, the Exchange retains disciplinary and supervisory authority over Approved Traders and Registered Representatives as contemplated in this Rules and applicable laws.</p>	No change.
<p>2.13.9 <u>Registration Form</u></p> <p>A Member shall submit an application to register a person as an Approved Trader or a Registered Representative in such form as the Exchange may prescribe from time to time. The Exchange may require from the Member or the prospective Approved Trader or Registered Representative such information, and may institute such investigation to verify information submitted by the Member or the prospective Approved Trader or Registered Representative, as it deems necessary. Registration as an Approved Trader or a Registered Representative of the Member takes effect upon the grant of approval by the Exchange.</p>	No change.
<p><b>2.14 Change of Control of Members</b></p>	<p><b>2.14 Change of Control of Members</b></p>
<p>2.14.1 <u>Notification to Exchange</u></p> <p>A corporate Member shall notify the Exchange in writing of any Change of Control. “Change of Control” refers to:</p>	<p>2.14.1 <u>Notification to Exchange</u></p> <p><a href="#">Unless otherwise provided in this Rules, a</a>A corporate Member shall notify, <a href="#">or, where practicable, pre-notify,</a> the Exchange in writing of any Change of Control. “Change of Control” refers to:</p>
<p>(a) any change in the legal or beneficial ownership of 20% or more of the Member’s share capital and any subsequent increase of 5% or more of the</p>	No change.

**Legend**

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Current Rule	New Rule
Member's share capital;	
(b) any change in circumstances, which will have or may have the effect of altering the control of the Member;	No change.
(c) any change of any director of the Member; or	(c) any change of any director of the Member; or <u>in the case of a Bank Trading Member, any change in the composition of its board of directors or of any director, who is resident in Singapore and/or responsible for its business governed by these Rules, due to the appointment, removal or resignation of any of its directors. For the purpose of this Rule 2.14.1(c), a change of director includes a change in the director's appointment from a non-executive director to an executive director;</u>
New rule.	<u>(d) the death or bankruptcy of any of its directors, or in the case of a Bank Trading Member, its directors who are resident in Singapore and/or responsible for its business governed by this Rules;</u>
New rule.	<u>(e) any change in its senior management, or in the case of a Bank Trading Member, its senior management responsible for the Bank Trading Member's business governed by this Rules.</u>
(d) any alteration to the memorandum and articles of association or constitutive documents of the Member.	<u>(ef) any alteration to the memorandum and articles of association or constitutive documents of the Member, notice of which should be given at least seven (7) days prior to alterations being effected, except in the case of a Bank Trading Member, notification shall be furnished to the Exchange within such time that the Bank Trading Member is required to notify MAS of such alteration under the Banking Act, or any other regulation or directive issued thereunder;</u>
New rule.	<u>(g) the engagement or involvement or proposed engagement or involvement in any new business or any change in any of its business(es), or in the case of a Bank Trading Member, any business governed by this Rules; and</u>
New rule.	<u>(h) any change in its name.</u>

**Legend**

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Current Rule	New Rule
<p>For a Change of Control described in sub-paragraphs (a) and (b) above, the corporate Member shall notify the Exchange as soon as it becomes aware of the change. For a Change of Control described in sub-paragraph (c) above, the corporate Member shall notify the Exchange within seven (7) calendar days of the change. For a Change of Control described in sub-paragraph (d) above, the corporate Member shall notify the Exchange at least seven (7) calendar days before the change is intended to take effect.</p>	<p>Deleted.</p> <p><del>For a Change of Control described in sub-paragraphs (a) and (b) above, the corporate Member shall notify the Exchange as soon as it becomes aware of the change. For a Change of Control described in sub-paragraph (c) above, the corporate Member shall notify the Exchange within seven (7) calendar days of the change. For a Change of Control described in sub-paragraph (d) above, the corporate Member shall notify the Exchange at least seven (7) calendar days before the change is intended to take effect.</del></p>
<p><b>2.14.2</b> <u>Reviewing Suitability</u></p> <p>Upon receipt by the Exchange of any notice of Change of Control from a corporate Member the Exchange shall review the suitability of that Member for Membership in the Exchange. The Exchange may require that Member to furnish such additional information as the Exchange may from time to time consider material in the course of such review.</p>	<p>No change.</p>
<p><b>2.14.3</b> <u>Suspension of Rights</u></p> <p>If, upon completion of the review referred to in Rule 2.14.2, the Exchange is not satisfied that the corporate Member continues to satisfy the applicable criteria for Membership set forth in Rule 2.3, it may suspend the rights of the corporate Member for up to a period of one (1) year.</p>	<p>No change.</p>
<p><b>2.15</b> <b>Resignation, Suspension and Termination of Members</b></p>	<p><b>2.15</b> <b>Resignation, Suspension and Termination of Members</b></p>
<p><b>2.15.1</b> <u>Member's Suspension or Resignation</u></p> <p>The following requirements apply in relation to a Member's suspension or resignation:</p> <p>(a) a Member may request the Exchange to temporarily suspend its Membership. A Member shall provide reasons for its request for voluntary suspension. For the avoidance of doubt, an individual Trading Member shall, in all cases, make a request to the Exchange to suspend his Membership, if he intends to act as an Approved Trader for a corporate Trading Member. The Exchange</p>	<p>No change.</p>

**Legend**

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Current Rule	New Rule
<p>may grant to the requesting Member a temporary suspension of up to twenty-four (24) months, upon such terms and conditions as the Exchange deems fit;</p> <p>(b) a Member may cease to be a Member by virtue of giving the Exchange written notice of its wish to resign from Membership (a “Resignation Notice”);</p> <p>(c) a Member which gives the Exchange a Resignation Notice must provide the Exchange with such information concerning the circumstances of the resignation as, in the opinion of the Exchange, is necessary for the Exchange to determine whether:</p> <ul style="list-style-type: none"> <li>(i) to accept the resignation;</li> <li>(ii) to postpone the effective date of the resignation; or</li> <li>(iii) without prejudice to the courses of action available to the Exchange under subparagraphs (i) and (ii) above, any other measures should be taken by the Exchange before or after the resignation takes effect; and</li> </ul> <p>(d) notwithstanding anything to the contrary herein, the Exchange may, in its absolute discretion, refuse to accept a Resignation Notice given by a Member or may postpone the effective date if it considers it necessary for the protection of Customers, or otherwise in the interests of the Markets. If the Exchange does so, the Exchange may waive the Member’s liability for some or all Exchange fees, levies and charges arising in respect of the period following the date on which its Resignation Notice would otherwise have taken effect.</p>	
<p>2.15.2 <u>Summary Powers of Suspension of Trading Privileges of Members</u></p> <p>Notwithstanding and without prejudice to the powers of the Appeals Committee and the Disciplinary Committee, the Exchange may suspend in whole or in part a Member’s trading privileges for up to a period of one (1) year upon the occurrence of any of the following events:</p> <p>(a) a Member’s failure to pay any fees, levies or charges as contemplated under Rule 2.12;</p> <p>(b) a Member’s application for Membership contains material errors or</p>	<p>No change.</p>

**Legend**

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Current Rule	New Rule
<p>omissions or is misleading in a material respect;</p> <p>(c) a Member fails to satisfy the Exchange that it meets such financial requirements, licensing, risk management or other material obligations as required under this Rules or by the Exchange from time to time; or</p> <p>(d) if, in the Exchange’s opinion, it is necessary or desirable to protect the financial integrity, reputation or interest of the Markets or to promote the operation of a fair, orderly and transparent market.</p>	
<p><u>2.15.3 Termination of Membership</u></p> <p>The Exchange shall terminate any Membership upon the occurrence of any of the following events:</p> <p>(a) upon the death, mental incapacity, bankruptcy or filing of a bankruptcy petition by any individual Trading Member;</p> <p>(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; or</p> <p>(c) revocation of a licence by MAS with respect to the Member’s trading in futures contracts.</p>	<p><u>2.15.3 Termination of Membership</u></p> <p>The Exchange shall terminate any Membership upon the occurrence of any of the following events:</p> <p>(a) upon the death, mental incapacity, bankruptcy or filing of a bankruptcy petition by any individual Trading Member;</p> <p>(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;<del>or</del></p> <p>(c) revocation of a licence by MAS with respect to the Member’s trading in futures contracts<del>;</del> <u>or</u></p> <p><u>(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</u><del>revocation of its approval as a financial institution under the Monetary Authority of Singapore Act.</del></p>
<p><u>2.15.4 Effect of Suspension or Termination</u></p> <p>In the event of suspension or termination of trading privileges, the Exchange may direct the affected Member to Close Out any Open Positions or take such other steps that the Exchange deems fit for the protection of Customers or the maintenance of a fair, orderly and transparent market. The affected Member shall cooperate fully with the Exchange with respect to such directions. A suspension or termination of trading privileges does not in any way affect the liabilities of the</p>	<p>No change.</p>

**Legend**

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Current Rule	New Rule
<p>Member to the Exchange and other Members and all such liabilities shall subsist until satisfied or discharged.</p>	
<p>2.15.5 <u>Accrued Obligations Survive</u></p> <p>A Member which ceases to be a Member shall remain subject to this Rules and to the jurisdiction of the Exchange in respect of acts and omissions while it was a Member and in respect of any investigation or disciplinary proceedings relating thereto (including the application of any Sanction imposed) as if it was a Member.</p>	<p>No change.</p>
<p>2.15.6 <u>Exchange to Inform Clearing House</u></p> <p>The Exchange shall promptly inform the Clearing House of the resignation, termination or suspension, as well as of the lifting of such suspension, of the Membership of any Member.</p>	<p>No change.</p>

**Legend**

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## AMENDMENTS TO THE FUTURES TRADING RULES – CHAPTER 3: CONDUCT OF MEMBERS, APPROVED TRADERS AND REPRESENTATIVES

Current Rule	New Rule
<p><b>3.3 Duties of Members Undertaking Agency Trades</b></p>	<p><b>3.3 Duties of Members Undertaking Agency Trades</b></p>
<p>3.3.3 <u>Risk Disclosure Statement.</u></p> <p>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.</p>	<p>3.3.3 <u>Risk Disclosure Statement.</u></p> <p>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. <u>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.</u></p>
<p>3.3.28 <u>Certification by Auditor.</u></p> <p>The following requirements apply in relation to auditor certification of a Member's accounts:</p> <p>(a) a Member shall be required to furnish to the Exchange, within five (5) months of the end of its financial year or within such longer period as may be permitted in writing by the Exchange, the relevant forms which the Member is required to lodge under the Act and the accounts duly audited by an external auditor in the jurisdiction in which that Member is incorporated or registered;</p> <p>(b) the external auditor shall certify whether, in its opinion:</p> <p>(i) the Member has complied with the capital and financial requirements set out in the Act and this Rules;</p> <p>(ii) the Member's books of accounts and records are those usual in a business of that nature and appear to have been kept in a proper manner in accordance with the Act and this Rules;</p> <p>(iii) the financial position of the Member is such as to enable it to conduct its business on sound grounds, having regard to the nature and volume of the business transacted during its past financial year as shown</p>	<p>3.3.28 <u>Certification by Auditor.</u></p> <p>The following requirements apply in relation to auditor certification of a Member's accounts:</p> <p>(a) a Member shall be required to furnish to the Exchange, within five (5) months of the end of its financial year or within such longer period as may be permitted in writing by the Exchange, the relevant forms which the Member is required to lodge under the Act <u>or, in the case of a Bank Trading Member, under Rule 3.3.27</u> and the accounts duly audited by an external auditor in the jurisdiction in which that Member is incorporated or registered;</p> <p>(b) the external auditor shall certify whether, in its opinion:</p> <p>(i) the Member has complied with the capital and financial requirements set out in the Act and this Rules;</p> <p>(ii) the Member's books of accounts and records are those usual in a business of that nature and appear to have been kept in a proper manner in accordance with the Act and this Rules;</p> <p>(iii) the financial position of the Member is such as to enable it to conduct its business <u>or, in the case of a Bank Trading Member, its</u></p>

### Legend

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Current Rule	New Rule
<p>by its books of accounts and records; and</p> <p>(iv) the external auditor has obtained all the necessary information and explanations for the proper conduct of the audit and to enable it to furnish the certificate.</p>	<p><u>business governed by this Rules</u> on sound grounds, having regard to the nature and volume of the business transacted during its past financial year as shown by its books of accounts and records; and</p> <p>(iv) the external auditor has obtained all the necessary information and explanations for the proper conduct of the audit and to enable it to furnish the certificate.</p>
<p>3.3.30 <u>Change of Auditors.</u></p> <p>A Member shall obtain the prior written approval of the Exchange in the event of any change of its existing external auditor.</p>	<p>3.3.30 <u>Change of Auditors.</u></p> <p><u>(a) A General Trading Member shall obtain the prior written approval of the Exchange in the event of any change of its existing external auditor.</u></p> <p><u>(b) A Bank Trading Member shall notify the Exchange at least seven (7) days prior to any change of its existing external auditor.</u></p>
<p>3.3.31 <u>Prohibition Against Acting as Guarantor.</u></p> <p>Unless approved by the Exchange, a Member and its Foreign Branches shall not act as guarantors or furnish a guarantee for the benefit of any Person, including a Related Corporation of such Member. For the avoidance of doubt, this prohibition does not apply to a Clearing Member's obligation to guarantee all trades to the Clearing House.</p>	<p>3.3.31 <u>Prohibition Against <u>General Trading Member</u> Acting as Guarantor.</u></p> <p>Unless approved by the Exchange, a <u>General Trading</u> Member and its Foreign Branches shall not act as guarantors or furnish a guarantee for the benefit of any Person, including a Related Corporation of such Member. For the avoidance of doubt, this prohibition does not apply to a Clearing Member's obligation to guarantee all trades to the Clearing House.</p>
<p>3.3.32 <u>Foreign Branch of Corporate Member.</u></p> <p>A Member licensed under the Act shall satisfy the following requirements prior to opening an overseas branch (the "Foreign Branch") and on a continuous basis:</p> <p>(a) maintain \$500,000 per branch as the Secondary Requirement of the Operational Risk Requirement. "Secondary Requirement" and "Operational Risk Requirement" shall have the meanings ascribed to them under the Financial and Margin Regulations;</p> <p>(b) procure approvals from MAS and the Exchange to operate a Foreign Branch;</p>	<p>3.3.32 <u>Foreign Branch of <u>Corporate General Trading</u> Member.</u></p> <p>A <u>General Trading</u> Member licensed under the Act shall satisfy the following requirements prior to opening an overseas branch (the "Foreign Branch") and on a continuous basis:</p> <p>(a) maintain \$500,000 per branch as the Secondary Requirement of the Operational Risk Requirement. "Secondary Requirement" and "Operational Risk Requirement" shall have the meanings ascribed to them under the Financial and Margin Regulations;</p> <p>(b) procure approvals from MAS and the Exchange to operate a Foreign Branch;</p>

**Legend**

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Current Rule	New Rule
<p>(c) procure approvals from the primary regulator in the country where the Foreign Branch is located and furnish written documentation of such approval to the Exchange;</p> <p>(d) where applicable, procure approvals from the primary regulator in the country where the Member or the Member's parent company is incorporated and furnish written documentation of such approval to the Exchange;</p> <p>(e) comply with this Rules and such other requirements as imposed by the Exchange on Foreign Branches from time to time;</p> <p>(f) ensure that the activities of the Foreign Branch fall within the Regulated Activities which the Member is authorised to conduct under its CMS Licence;</p> <p>(g) submit an undertaking in the form prescribed by the Exchange whereby the Member provides assurances regarding the Foreign Branch's treatment of its Customer Accounts, Customers' funds, position limits and the Exchange's ability to audit and access the books and records of the Foreign Branch;12 and</p> <p>(h) conduct an internal audit at least once every twenty-four (24) months on the Foreign Branch. The Member shall submit a copy of the internal audit report to the Exchange within one (1) week of the Member being provided with the same.</p>	<p>(c) procure approvals from the primary regulator in the country where the Foreign Branch is located and furnish written documentation of such approval to the Exchange;</p> <p>(d) where applicable, procure approvals from the primary regulator in the country where the <a href="#">General Trading</a> Member or the <a href="#">General Trading</a> Member's parent company is incorporated and furnish written documentation of such approval to the Exchange;</p> <p>(e) comply with this Rules and such other requirements as imposed by the Exchange on Foreign Branches from time to time;</p> <p>(f) ensure that the activities of the Foreign Branch fall within the Regulated Activities which the <a href="#">General Trading</a> Member is authorised to conduct under its CMS Licence, <a href="#">subject to any prohibitions imposed by the Exchange under Rule 3.2.5</a>;</p> <p>(g) submit an undertaking in the form prescribed by the Exchange whereby the <a href="#">General Trading</a> Member provides assurances regarding the Foreign Branch's treatment of its Customer Accounts, Customers' funds, position limits and the Exchange's ability to audit and access the books and records of the Foreign Branch; and</p> <p>(h) conduct an internal audit at least once every twenty-four (24) months on the Foreign Branch. The <a href="#">General Trading</a> Member shall submit a copy of the internal audit report to the Exchange within one (1) week of the <a href="#">General Trading</a> Member being provided with the same.</p>

**Legend**

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## AMENDMENTS TO THE FUTURES TRADING RULES – CHAPTER 5: PHYSICAL DELIVERY

Current Rule	New Rule
<b>5.1 Title Documents and Physical Delivery Procedures</b>	<b>5.1 Title Documents and Physical Delivery Procedures</b>
5.1.3 <u>No Financing of Performance Deposits or other Escrow Assets.</u>  No Member shall grant, whether directly or indirectly, any advance, loan or credit facilities to any Buyer or Seller for the purpose of posting Performance Deposits or other Escrow Assets (where applicable) to the Clearing House.	5.1.3 <u>No Financing of Performance Deposits or other Escrow Assets.</u>  No <u>General Trading</u> Member shall grant, whether directly or indirectly, any advance, loan or credit facilities to any Buyer or Seller for the purpose of posting Performance Deposits or other Escrow Assets (where applicable) to the Clearing House.

### **Legend**

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**AMENDMENTS TO THE FUTURES TRADING RULES – CHAPTER 7: ADVERSE EVENTS, RULE VIOLATIONS AND DISCIPLINARY ACTION**

Current Rule	New Rule
<p><b>7.2 Exchange’s Disciplinary Powers</b></p>	<p><b>7.2 Exchange’s Disciplinary Powers</b></p>
<p>7.2.3 <u>Restriction and Supervision of Member’s Conduct of Business.</u></p> <p>In addition to the Exchange’s summary powers set forth in Rule 2.15.2, if the Exchange is of the opinion that a Member has, or may have, insufficient assets or liquidity facilities for the conduct of its business, or that a review should be carried out in respect of the management policies or business conduct of a Member, the Exchange may require the Member to operate its business subject to such additional restrictions or conditions as the Exchange may impose, including:</p> <p>(a) prohibiting the Member and its Approved Traders or Registered Representatives from entering into a new transaction or settling any transaction without the prior written approval of the Exchange;</p> <p>(b) suspending the Member and its Approved Traders or Registered Representatives. Such Member and its Approved Traders or Registered Representatives remain liable to complete all Contracts outstanding at the time of suspension;</p> <p>(c) requiring the Member’s director(s) to step down from day-to-day conduct of the business affairs of the Member; and</p> <p>(d) appointing a manager to manage the business of the Member. The Exchange shall fix the remuneration of the manager, which shall be paid by the Member. The Member is solely responsible for the manager’s acts and defaults. The manager shall carry out directions given by the Exchange in relation to the conduct of the Member’s business.</p>	<p>7.2.3 <u>Restriction and Supervision of Member’s Conduct of Business.</u></p> <p><u>(1) Subject to Rule 7.2.3(2) and in addition</u> to the Exchange’s summary powers set forth in Rule 2.15.2, if the Exchange is of the opinion that a Member has, or may have, insufficient assets or liquidity facilities for the conduct of its business, or that a review should be carried out in respect of the management policies or business conduct of a Member, the Exchange may require the Member to operate its business subject to such additional restrictions or conditions as the Exchange may impose, including:</p> <p>(a) prohibiting the Member and its Approved Traders or Registered Representatives from entering into a new transaction or settling any transaction without the prior written approval of the Exchange;</p> <p>(b) suspending the Member and its Approved Traders or Registered Representatives. Such Member and its Approved Traders or Registered Representatives remain liable to complete all Contracts outstanding at the time of suspension;</p> <p>(c) requiring the Member’s director(s) to step down from day-to-day conduct of the business affairs of the Member; and</p> <p>(d) appointing a manager to manage the business of the Member. The Exchange shall fix the remuneration of the manager, which shall be paid by the Member. The Member is solely responsible for the manager’s acts and defaults. The manager shall carry out directions given by the Exchange in relation to the conduct of the Member’s business.</p> <p><u>(2) Rule 7.2.3(1) shall only apply to a Bank Trading Member to the extent of its business that is governed by this Rules.</u></p>

**Legend**

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Current Rule	New Rule
<p>7.2.4 <u>Restriction of Activities of Members, Approved Traders or Registered Representatives.</u></p> <p>The Exchange may restrict the activities of any Member or its Approved Traders or Registered Representatives if the Member or its Approved Traders or Registered Representatives are charged before the Disciplinary Committee for any Rule Violation, or charged in any court of law in relation to conduct which would constitute:</p> <p>(a) an offence under the Act;</p> <p>(b) an offence involving fraud or dishonesty, whether in or out of Singapore;</p> <p>(c) an offence relating to director’s duties; or</p> <p>(d) an offence under any relevant law or regulation which governs that Person’s other business activities.</p>	<p>7.2.4 <u>Restriction of Activities of Members, Approved Traders or Registered Representatives.</u></p> <p><u>(1) Subject to Rule 7.2.4(2),</u> The Exchange may restrict the activities of any Member or its Approved Traders or Registered Representatives if the Member or its Approved Traders or Registered Representatives are charged before the Disciplinary Committee for any Rule Violation, or charged in any court of law in relation to conduct which would constitute:</p> <p>(a) an offence under the Act;</p> <p>(b) an offence involving fraud or dishonesty, whether in or out of Singapore;</p> <p>(c) an offence relating to director’s duties; or</p> <p>(d) an offence under any relevant law or regulation which governs that Person’s other business activities.</p> <p><u>(2) Rule 7.2.4(1) shall only apply in relation to a Bank Trading Member to the extent of its business governed by this Rules.</u></p>
<p><b>7.6 Disciplinary Committee Powers and Related Matters</b></p>	<p><b>7.6 Disciplinary Committee Powers and Related Matters</b></p>
<p>7.6.2 <u>Powers of the Disciplinary Committee</u></p> <p>If the Disciplinary Committee is satisfied that the Exchange has proved on a balance of probabilities that the Member, Approved Trader or Registered Representative has committed the conduct described in the charge, the Disciplinary Committee may impose one or more of the following Sanctions:</p>	<p>7.6.2 <u>Powers of the Disciplinary Committee</u></p> <p>If the Disciplinary Committee is satisfied that the Exchange has proved on a balance of probabilities that the Member, Approved Trader or Registered Representative has committed the conduct described in the charge, the Disciplinary Committee may impose one or more of the following Sanctions:</p>
<p>(a) expelling the Member, Approved Trader or Registered Representative concerned;</p>	<p>No change.</p>
<p>(b) suspending the Member, Approved Trader or Registered Representative concerned;</p>	<p>No change.</p>
<p>(c) imposing a penalty not exceeding S\$250,000 on the Member, Approved Trader or Registered Representative concerned, which may be paid in instalments;</p>	<p>No change.</p>

**Legend**

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Current Rule	New Rule
(d) reprimanding the Member, Approved Trader or Registered Representative concerned;	No change.
(e) requiring an education program to be undertaken by the Member, Approved Trader or Registered Representative concerned;	No change.
(f) requiring a compliance program to be undertaken by the Member, Approved Trader or Registered Representative concerned;	No change.
(g) imposing any restrictions or conditions on activities that the Member, Approved Trader or Registered Representative concerned undertakes;	(g) imposing any restrictions or conditions on activities that the Member, Approved Trader or Registered Representative concerned undertakes, <u>or, in the case of a Bank Trading Member, undertakes for the Bank Trading Member's business governed by this Rules;</u>
(h) requiring the Member, Approved Trader or Registered Representative concerned to make reimbursement or compensation of up to \$250,000 to any Person who has suffered pecuniary loss as a result of the conduct of that Member, Approved Trader or Registered Representative;	No change.
(i) requiring any director of the Member concerned to step down from day-to-day conduct of the business affairs of the Member; or	(i) requiring any director of the Member concerned, <u>or in the case of a Bank Trading Member, any director or person in a senior management position who is responsible for its business governed by this Rules,</u> to step down from day-to-day conduct of the business affairs of the Member; or
(j) appointing a manager to manage the business of the Member concerned. The Disciplinary Committee shall fix the remuneration of the manager, which shall be paid by the Member concerned. The Member concerned is solely responsible for the manager's acts and defaults. The manager shall carry out directions given by the Disciplinary Committee in relation to the conduct of the business of the Member concerned.	(j) appointing a manager to manage the business of the Member concerned, <u>or, in the case of a Bank Trading Member, its business governed by this Rules.</u> The Disciplinary Committee shall fix the remuneration of the manager, which shall be paid by the Member concerned. The Member concerned is solely responsible for the manager's acts and defaults. The manager shall carry out directions given by the Disciplinary Committee in relation to the conduct of the business of the Member concerned.
The Disciplinary Committee may also order a stay of any Sanction imposed under this Rule, pending an appeal to the Appeals Committee.	No change.

**Legend**

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## AMENDMENTS TO THE FUTURES TRADING RULES – CHAPTER 8: DEFINITIONS AND INTERPRETATION

Current Rule	New Rule
New definition.	<p><u>Acceptable Government Securities</u></p> <p><u>Refers to securities issued by a government with a Moody's Investors Service sovereign rating of at least Aaa, Standard &amp; Poor's Corporation sovereign rating of at least AAA or Fitch, Inc sovereign rating of at least AAA.</u></p>
<p>Adjusted Net Head Office Funds</p> <p>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</p>	<p>Adjusted Net Head Office Funds</p> <p><del>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</del></p> <p><u>When used in reference to:-</u></p> <p><u>a. a General Trading Member incorporated outside Singapore, shall bear the meaning ascribed thereto in paragraph 2 of the Second Schedule of the SFR (Financial and Margin Requirements); and</u></p> <p><u>b. a Bank Trading Member incorporated outside Singapore which has satisfied the Net Head Office Funds requirement in Rule 2.5.2(c)(i), shall bear the meaning ascribed thereto in paragraph 2 of the Second Schedule of the SFR (Financial and Margin Requirements), less the capital requirements for its banking business.</u></p>
<p>Aggregate Resources</p> <p>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</p>	<p>Aggregate Resources</p> <p><del>Shall have the meaning ascribed to it under the Financial and Margin Regulations</del></p> <p><u>When used in reference to:-</u></p> <p><u>a. a Trading Member incorporated in Singapore which has satisfied Rule 2.5.2(b)(i) or Rule 2.5.2(c)(i) by meeting the Base Capital requirement, means its Financial Resources less its Total Risk Requirement;</u></p> <p><u>b. a Trading Member incorporated outside Singapore which has satisfied Rule 2.5.2(b)(i) or Rule 2.5.2(c)(i) by meeting the Net Head Office Funds requirement, means its Adjusted Net Head Office Funds less its Total Risk</u></p>

### Legend

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Current Rule	New Rule
	<p><u>Requirement; and</u></p> <p><u>c. a Bank Trading Member incorporated outside Singapore which has satisfied Rule 2.5.2(c)(i) by means of cash and/or acceptable government securities deposited with the Clearing House or CDP.</u></p>
<p>Bank</p> <p>Refers to a bank licensed under the Banking Act (Cap.19), or a merchant bank which is approved as a financial institution under the Monetary Authority of Singapore Act (Cap.186);</p>	<p>Bank</p> <p>Refers to a bank licensed under the Banking Act (Cap.19);<del>or a merchant bank which is approved as a financial institution under the Monetary Authority of Singapore Act (Cap.186);</del></p>
<p>New definition.</p>	<p><u>Bank Trading Member</u></p> <p><u>Refers to a Bank which is admitted as a Trading Member, with such rights and obligations as set out in Chapter 2 of this Rules.</u></p> <p><u>For the avoidance of doubt, a reference to a Bank Trading Member incorporated outside Singapore shall refer to the branch located in Singapore, of a parent bank incorporated outside Singapore.</u></p>
<p>New definition.</p>	<p><u>Business governed by this Rules</u></p> <p><u>When used in reference to:-</u></p> <p><u>a. a Bank Trading Member incorporated in Singapore or a Bank Trading Member incorporated outside Singapore which has satisfied the net head office funds requirement under Rule 2.5.2(c)(i), shall mean its business involving all derivatives and securities contracts traded on any exchange and OTC contracts novated to any clearing facility; and</u></p> <p><u>b. a Bank Trading Member incorporated outside Singapore which has satisfied Rule 2.5.2(c)(i) by depositing cash and/or government securities with the Clearing House, shall mean its business involving derivatives and securities contracts traded on the Exchange and SGX-ST and OTC contracts novated to the Clearing House and CDP.</u></p>

**Legend**

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Current Rule	New Rule
<p>Financial Resources</p> <p>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</p>	<p>Financial Resources</p> <p><del>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</del></p> <p><u>When used in reference to:-</u></p> <p><u>a. a General Trading Member, shall bear the meaning ascribed thereto in paragraph 1 of the Second Schedule of the SFR (Financial and Margin Requirements); and</u></p> <p><u>b. a Bank Trading Member which has satisfied the Base Capital or Net Head Office Funds requirement under Rule 2.5.2(c)(i), shall bear the meaning ascribed thereto in paragraph 1 of the Second Schedule of the SFR (Financial and Margin Requirements) less the capital requirements for its banking business.</u></p>
<p>New definition.</p>	<p><u>General Trading Member</u></p> <p><u>Refers to a Trading Member with such rights and obligations as set out in Chapter 2 of this Rules. For the avoidance of doubt, a reference to a General Trading Member shall not include a Bank Trading Member.</u></p>
<p>Net Head Office Funds</p> <p>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</p>	<p>Net Head Office Funds</p> <p><del>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</del></p> <p><u>When used in reference to:-</u></p> <p><u>a. a General Trading Member incorporated outside Singapore, shall have the meaning ascribed to it under the Financial and Margin Regulations; and</u></p> <p><u>b. a Bank Trading Member incorporated outside Singapore, shall have the meaning ascribed to it under the Financial and Margin Regulations, provided that its net liability shall include, without limitation, the liability of its Asian Currency Unit;</u></p>

**Legend**

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Current Rule	New Rule
<p>Total Risk Requirement</p> <p>Shall have the meaning ascribed to it under the Financial and Margin Regulations;</p>	<p>Total Risk Requirement</p> <p><del>Shall have the meaning ascribed to it under the Financial and Margin Regulations</del></p> <p><u>When used in reference to:-</u></p> <p><u>a. a General Trading Member, shall bear the meaning ascribed thereto in paragraph 1 of the Third Schedule of the SFR (Financial and Margin Requirements);</u></p> <p><u>b. a Bank Trading Member which has satisfied the Base Capital or Net Head Office Funds requirement under Rule 2.5.2(c)(i), shall bear the meaning ascribed thereto in paragraph 1 of the Third Schedule of the SFR (Financial and Margin Requirements) except that such Bank Trading Member shall only compute the total risk requirement for all customers' and proprietary positions in derivatives and securities contracts traded on any exchange and OTC contracts novated to any clearing facility; and</u></p> <p><u>c. a Bank Trading Member which has satisfied Rule 2.5.2(c)(i) by depositing cash and/or government securities with the Clearing House, shall bear the meaning ascribed thereto in paragraph 1 of the Third Schedule of the SFR (Financial and Margin Requirements) except that such Bank Trading Member shall only compute the total risk requirement for all customers' and proprietary positions in derivatives and securities contracts traded on the Exchange and SGX-ST, and OTC contracts novated to the Clearing House and CDP;</u></p>
<p>Trading Member</p> <p>Refers to an individual or corporation granted trading privileges by the Exchange, as contemplated in this Rules</p>	<p>Trading Member</p> <p>refers to an individual or corporation granted trading privileges by the Exchange, as contemplated in this Rules, <u>and shall include a General Trading Member and a Bank Trading Member.</u></p>

**Legend**

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**AMENDMENTS TO THE FUTURES TRADING RULES – REGULATORY NOTICE 3.3.12(h): CUSTOMER MARGINS**

Current Rule	New Rule
<p><b><u>Chapter 3 – II Prohibition of Financing of Trading Margins</u></b></p> <p>Under no circumstances shall a Member enter into any financing arrangement with any customer to allow the Customer to trade without placing the required minimum margins.</p>	<p><b><u>Chapter 3 – II Prohibition of Financing of Trading Margins</u></b></p> <p>Under no circumstances shall a <a href="#">General Trading</a> Member enter into any financing arrangement with any customer to allow the Customer to trade without placing the required minimum margins.</p>

**Legend**

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**AMENDMENTS TO THE FUTURES TRADING RULES – REGULATORY NOTICE 3.3.17; 3.3.18; 3.3.26; 3.3.27: REPORTING OF ACCOUNT IDENTITY; REPORTING OF OPEN POSITIONS; COMPUTATIONS OF FINANCIAL AND CAPITAL REQUIREMENTS; SUBMISSION OF FINANCIAL STATEMENTS AND OTHER INFORMATION TO THE EXCHANGE.**

Current Rule	New Rule
<p><b>2. <u>ELECTRONIC REPORTING AND SUBMISSION OF INFORMATION</u></b></p>	<p><b>2. <u>ELECTRONIC REPORTING AND SUBMISSION OF INFORMATION</u></b></p>
<p>2.1 A Member is required to submit the following information:</p>	<p>2.1 A Member is required to submit the following information, <a href="#">except that in the case of a Bank Trading Member, the following requirements apply only in respect of the Bank Trading Member's business that is governed by this Rules:</a></p>
<p>(a) <u>Rule 3.3.17 : Reporting of Account Identity (BC4A)</u></p> <p>(i) Except for Trading Members that engage solely in House Trades and Proprietary Trades of its Related Corporations, a Member is required to submit to the Exchange, using Form BC4A, details of any new account which is used for trading and/or carrying of trades done on Exchange, other exchanges and over-the-counter.</p> <p>(ii) If the account is a disclosed omnibus account, Form BC4A must be submitted for each sub-account. However, if the account is an undisclosed omnibus account and the sub-accounts are not used for position reporting and trades clearing, Form BC4A is not required for the sub-account(s). Members need not submit Form BC4A to the Exchange for trading accounts which are to be linked to a “Main” BC4A account using the SGX Trade Allocation and Registration (“STAR”) system.</p> <p>(iii) If there are any changes to information stated in a BC4A account that has been submitted previously, the Exchange must be notified as soon as is practicable, within the next business day.</p> <p>(iv) Members should notify the Exchange, when an account is closed in their system, as soon as is practicable, to prevent unauthorised trading in the account.</p> <p>(v) Form BC4A serves as identification for the holder of the account and no single account number should be assigned to more than one customer, even after the account has been closed.</p> <p>(vi) The operational procedures and timelines in relation to the submission</p>	<p>No change.</p>

**Legend**

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Current Rule	New Rule
<p>and procedure for the completion of Form BC4A are set out in Appendix 1.</p> <p>(vii) Members are required to put in place internal controls to ensure that the Form BC4A has been properly approved by the Chief Executive Officer (“CEO”) or authorised senior executives (e.g. Deputy CEO, General Manager or Operations Manager) before submission. For operational reasons, the submission of Form BC4A may be delegated to senior executives who must be of at least a supervisory grade. Approved staff, including the authorised senior executives, should not be directly involved in trading activities. Members are reminded that the primary responsibility for ensuring the accuracy of the Form BC4A submitted still falls on the CEOs of the respective Member firms.</p> <p>(viii) Members are required to ensure all information reported under Form BC4A is complete and accurate as the Exchange relies on these records for its risk management and market surveillance programmes. Due care should be exercised in completing the Form.</p>	
<p>(b) <u>Rule 3.3.18 : Reporting of Open Positions (BC3A)</u></p> <p>A Member shall record, using Form BC3A, a daily report of Open Positions in all accounts at the end of each Trading Day. The Form BC3A shall be submitted to the Exchange in accordance with the operational procedures and timelines set out in Appendix 1. For disclosed Omnibus Accounts, a Member shall report the Open Positions in each sub-account.</p>	No change.
<p>(c) <u>Rule 3.3.26 : Computations of Financial and Capital Requirements; and Rule 3.3.27 : Submission of Financial Statements and Other Information to the Exchange</u></p> <p>A Member shall submit to the Exchange monthly RBC (Risk Based Capital) financial returns (referring to the items listed under “Financial Returns”, “Supporting Schedules” and “Confirmation” as set out in Appendix 2), by the 14th calendar day of each month, or such longer period as the Exchange may allow. Requests for extensions of time shall be submitted to the Exchange at least three (3) Business Days prior to the due date for submission of the monthly RBC financial returns.</p>	<p>(c) <u>Rule 3.3.26: Computations of Financial and Capital Requirements; and Rule 3.3.27: Submission of Financial Statements and Other Information to the Exchange</u></p> <p>A Member shall submit to the Exchange monthly RBC (Risk Based Capital) financial returns. <u>General Trading Members shall submit financial returns</u> (referring to the items listed under “Financial Returns”, “Supporting Schedules” and “Confirmation” as set out in Appendix 2). <u>Bank Trading Members shall submit financial returns as set out in the forms prescribed by the Exchange.;</u> <u>The financial returns shall be submitted</u> by the 14th calendar day of each month, or such longer period as the Exchange may allow. Requests for extensions of time shall be submitted to the Exchange at least three (3) Business Days prior to the due date for submission of the monthly RBC financial returns.</p>

**Legend**

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