

AMENDMENTS TO SGX-DC CLEARING RULES

Current Rule		New Rule	
2.02B	ELIGIBILITY CRITERIA FOR BANK CLEARING MEMBERS	2.02B	ELIGIBILITY CRITERIA FOR BANK CLEARING MEMBERS
2.02B.1	Unless otherwise prescribed by the Clearing House, to be eligible for Clearing Membership as a Bank Clearing Member, an applicant must satisfy the Clearing House that:- 2.02B.1.1 it is authorised to conduct banking business in Singapore pursuant to section 4 of the Banking Act (Chapter 19); 2.02B.1.2 it or its parent bank has a financial strength rating of at least C from Moody's Investors Service, a bank fundamental strength rating of at least C from Standard & Poor's Corporation, a bank individual rating of at least C from Fitch, Inc or an equivalent rating from any other international rating agency deemed acceptable by the Clearing House; 2.02B.1.3 it has deposited with the Clearing House an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or such other forms of security as may be prescribed by the Clearing House from time to time, for the amount of S\$8,000,000. For the avoidance of doubt, this requirement for the deposit of a letter of credit is separate and distinct from the option to deposit a qualifying letter of credit pursuant to Rule 2.07C or 2.08C (whichever is applicable);	No change No change No change	2.02B.1.3 it has deposited with the Clearing House an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or such other forms of security as may be prescribed by the Clearing House from time to time, for the amount of S\$8,000,000. For the avoidance of doubt, this requirement for the deposit of a letter of credit is separate and distinct from the option to deposit a qualifying letter of credit pursuant to Rule 2.07C or 2.08C (whichever is applicable);
2.07	MINIMUM CAPITAL AND FINANCIAL REQUIREMENTS OF CLEARING MEMBERS INCORPORATED IN SINGAPORE	2.07	MINIMUM CAPITAL AND FINANCIAL REQUIREMENTS OF CLEARING MEMBERS INCORPORATED IN SINGAPORE
2.07.2	Notwithstanding any of the foregoing, in the case of a General Clearing Member who is also a clearing member of CDP or in the case if a General Clearing Member or a Direct Clearing Member's financial resources are less than or at any time fall below	2.07.2	Notwithstanding any of the foregoing, in the case of a General Clearing Member who is also a clearing member of CDP, or in the case if a General Clearing Member or a Direct Clearing Member's financial resources are less than or at any time fall below

Current Rule	New Rule
<p>S\$8,000,000, such Clearing Member shall forthwith deposit with the Clearing House an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnish such other forms of security as may be prescribed by the Clearing House from time to time, for the amount of S\$8,000,000. Nothing in the foregoing shall prevent a General Clearing Member or Direct Clearing Member whose financial resources are more than S\$8,000,000 from depositing an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnishing such other forms of security acceptable to the Clearing House, for the amount of S\$8,000,000. For the avoidance of doubt, this requirement for the deposit of a letter of credit is separate and distinct from the option to deposit a qualifying letter of credit pursuant to Rule 2.07C below.</p>	<p>S\$8,000,000, such Clearing Member shall forthwith deposit with the Clearing House an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnish such other forms of security as may be prescribed by the Clearing House from time to time, for the amount of S\$8,000,000. Nothing in the foregoing shall prevent a General Clearing Member or Direct Clearing Member whose financial resources are more than S\$8,000,000 from depositing an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnishing such other forms of security acceptable to the Clearing House, for the amount of S\$8,000,000. For the avoidance of doubt, this requirement for the deposit of a letter of credit is separate and distinct from the option to deposit a qualifying letter of credit pursuant to Rule 2.07C below.</p>
<p>2.08 MINIMUM CAPITAL AND FINANCIAL REQUIREMENTS OF CLEARING MEMBERS INCORPORATED OUTSIDE SINGAPORE</p> <p>2.08.2 Notwithstanding any of the foregoing, in the case of a General Clearing Member who is also a clearing member of CDP or in the case if a General Clearing Member or Direct Clearing Member's adjusted net head office funds are less than or at any time fall below S\$8,000,000, such Clearing Member shall forthwith deposit with the Clearing House an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnish such other forms of security as may be prescribed by the Clearing House from time to time, for the amount of S\$8,000,000. Nothing in the foregoing shall prevent a General Clearing Member or a Direct Clearing Member whose adjusted net head office funds are more than S\$8,000,000 from depositing an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnishing such other forms of security acceptable to the Clearing House, for the amount of S\$8,000,000. For the avoidance of doubt, this requirement for the deposit of a letter of credit is separate and distinct from the option to deposit a qualifying letter of credit pursuant to Rule 2.08C below.</p>	<p>2.08 MINIMUM CAPITAL AND FINANCIAL REQUIREMENTS OF CLEARING MEMBERS INCORPORATED OUTSIDE SINGAPORE</p> <p>2.08.2 Notwithstanding any of the foregoing, in the case of a General Clearing Member who is also a clearing member of CDP, or in the case if its a General Clearing Member or Direct Clearing Member's adjusted net head office funds are less than or at any time fall below S\$8,000,000, such Clearing Member shall forthwith deposit with the Clearing House an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnish such other forms of security as may be prescribed by the Clearing House from time to time, for the amount of S\$8,000,000. Nothing in the foregoing shall prevent a General Clearing Member or a Direct Clearing Member whose adjusted net head office funds are more than S\$8,000,000 from depositing an irrevocable letter of credit in a form and issued by a bank acceptable to the Clearing House or furnishing such other forms of security acceptable to the Clearing House, for the amount of S\$8,000,000. For the avoidance of doubt, this requirement for the deposit of a letter of credit is separate and distinct from the option to deposit a qualifying letter of credit pursuant to Rule 2.08C below.</p>

Current Rule	New Rule
<p>7.03.2 Losses Borne by Clearing House</p> <p>7.03.2.1 [.]</p>	
<p>7.03.2.2 Any loss suffered by the Clearing House arising from or in connection with an event of default shall be met and made good promptly by the use and application of funds from the following sources (collectively known as the “Clearing Fund”) in the order of priority hereafter listed, with each source of funds to be completely exhausted, subject to the limitations contained therein, before the next source is applied:-</p>	No change
<p>a. i. the capital of the Clearing House up to an aggregate amount which shall not exceed S\$68,000,000; and</p> <p>ii. the net proceeds of such financial guarantee and/or default insurance available to the Clearing House to be called upon, up to an aggregate amount which aggregate value shall not exceed S\$68,000,000.</p>	<p>a. i. — Clearing House Contribution. the capital of the Clearing House, up to an aggregate amount which shall not exceed S\$68,000,000; and;</p> <p>ii. — the net proceeds of such financial guarantee and/or default insurance available to the Clearing House to be called upon, up to an aggregate amount which aggregate value shall not exceed S\$68,000,000.</p>
<p>b. Such assets of any trust fund established under the Trading Rules as may be available, except that the assets used for this purpose shall not exceed 50% of the assets of such trust fund.</p>	<p>b. — Such assets of any trust fund established under the Trading Rules as may be available, except that the assets used for this purpose shall not exceed 50% of the assets of such trust fund.</p>
<p>c. Security Deposits in equal amounts from each Clearing Member which had:</p> <p>i. cleared Contracts belonging to the same class of Contract in which the event of default occurred, during the six (6) month period preceding the day the event of default was declared by the Clearing House; or</p> <p>ii. an open commitment in Contracts belonging to the same class of Contract in which the event of default occurred,</p>	<p>be. Security Deposits of Clearing Members (as prescribed by Rule 7.15, and excluding any Clearing Member who is insolvent or deemed to be insolvent) in equal amounts from each where that Clearing Member which had:</p> <p>i. cleared Contracts belonging to the same class of Contract in which the event of default occurred, during the six (6) month period preceding the day the event of default was declared by the Clearing House; or</p>

Current Rule	New Rule
<p>as of the close of the tenth (10th) Business Day preceding the day the event of default was declared by the Clearing House (with the periods at Rules 7.03.2.2.c.i and 7.03.2.2.c.ii collectively referred to as the “Relevant Periods”).</p>	<p>ii. an open commitment in Contracts belonging to the same class of Contract in which the event of default occurred, <u>during the six (6) month period as of the close of the tenth (10th) Business Day</u> preceding the day the event of default was declared by the Clearing House (with the periods at Rules 7.03.2.2.<u>eb</u>.i and 7.03.2.2.<u>eb</u>.ii collectively referred to as the “Relevant Periods”).</p> <p><u>Such Clearing Member shall be liable for the loss remaining on a pro-rata basis, calculated as the proportion of its Security Deposit requirement relative to the aggregate Security Deposit requirement for all Clearing Members referred to in this Rule 7.03.2.2.b.</u></p>
<p>d. The balance of the Clearing House’s loss remaining after application of the above funds shall be levied against Clearing Members (excluding any insolvent Clearing Member) referred to at Rule 7.03.2.2.c as follows:</p> <p>i. up to 50% of the balance shall be levied against each Clearing Member in proportion to the relationship between their respective applicable minimum financial resources, adjusted net head office funds, or in the case of a Bank Clearing Member incorporated outside Singapore which has satisfied Rule 2.02B.1.11.a or b, cash and/or acceptable government securities, required by the Clearing House (as shown on the statement most recently submitted by them respectively to the Clearing House) and the total minimum financial resources, adjusted net head office funds and cash and/or acceptable government securities required of all such Clearing Members (excluding any insolvent Clearing Member) and which are subject to levy pursuant to this Rule 7.03.2.2.d.i, except that no such Clearing Member shall be levied in excess of US\$250,000 under this Rule 7.03.2.2.d.i.</p> <p>ii. the loss still remaining uncovered after the application of funds prescribed by Rule 7.03.2.2.d.i above shall be</p>	<p><u>cd. The balance of the Clearing House’s loss remaining after application of the above funds shall be levied against Clearing Members (excluding any insolvent Clearing Member) referred to at Rule 7.03.2.2.c as follows: Further Assessment Amounts of the same Clearing Members referred to in Rule 7.03.2.2.b. Such Clearing Member shall be liable for the loss remaining on a pro-rata basis, calculated as the proportion of its Further Assessment requirement relative to the aggregate Further Assessment requirement for all Clearing Members referred to in Rule 7.03.2.2.b.</u></p> <p><u>i. up to 50% of the balance shall be levied against each Clearing Member in proportion to the relationship between their respective applicable minimum financial resources, adjusted net head office funds, or in the case of a Bank Clearing Member incorporated outside Singapore which has satisfied Rule 2.02B.1.11.a or b, cash and/or acceptable government securities, required by the Clearing House (as shown on the statement most recently submitted by them respectively to the Clearing House) and the total minimum financial resources, adjusted net head office funds and cash and/or acceptable government securities required of all such Clearing Members (excluding any insolvent Clearing Member) and which are</u></p>

Current Rule	New Rule
<p>levied against Clearing Members (excluding any insolvent Clearing Member) referred to at Rule 7.03.2.2.c as follows:-</p> <p>aa. 50% shall be levied in proportion to each Clearing Member's (excluding any insolvent Clearing Member) share of the total number of Contracts belonging to the same class of Contract in which the event of default occurred, cleared during the six (6) month period preceding the day the event of default was declared by the Clearing House; and</p> <p>bb. the remaining 50% shall be levied in proportion in each Clearing Member's (excluding any insolvent Clearing Member) average share of the total open commitment in Contracts belonging to the same class of Contract in which the event of default occurred, as of the close of the tenth (10th) Business Day preceding the day the event of default was declared by the Clearing House.</p>	<p>subject to levy pursuant to this Rule 7.03.2.2.d.i, except that no such Clearing Member shall be levied in excess of US\$250,000 under this Rule 7.03.2.2.d.i.</p> <p>ii. the loss still remaining uncovered after the application of funds prescribed by Rule 7.03.2.2.d.i above shall be levied against Clearing Members (excluding any insolvent Clearing Member) referred to at Rule 7.03.2.2.c as follows:-</p> <p>aa. 50% shall be levied in proportion to each Clearing Member's (excluding any insolvent Clearing Member) share of the total number of Contracts belonging to the same class of Contract in which the event of default occurred, cleared during the six (6) month period preceding the day the event of default was declared by the Clearing House; and</p> <p>bb. the remaining 50% shall be levied in proportion in each Clearing Member's (excluding any insolvent Clearing Member) average share of the total open commitment in Contracts belonging to the same class of Contract in which the event of default occurred, as of the close of the tenth (10th) Business Day preceding the day the event of default was declared by the Clearing House.</p>
<p>e. A Clearing Member who has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 at the time of the event of default, shall not be levied in excess of S\$8,000,000 under Rules 7.03.2.2.d.i and ii, in respect of that particular event of default.</p>	<p>e. A Clearing Member who has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 at the time of the event of default, shall not be levied in excess of S\$8,000,000 under Rules 7.03.2.2.d.i and ii, in respect of that particular event of default.</p>
<p>f. The loss still remaining uncovered after the application of funds prescribed by Rules 7.03.2.2.d and 7.03.2.2.e shall be levied against Clearing Members (excluding any insolvent</p>	<p>df. The loss still remaining uncovered after the application of funds prescribed by Rules 7.03.2.2.cd and 7.03.2.2.e shall be levied against Security Deposits of Clearing Members</p>

Current Rule	New Rule
<p>Clearing Member) as follows:-</p> <p>i. Security Deposits in equal amounts from each Clearing Member which had:-</p> <p>aa. cleared Contracts, not belonging to the same class of Contract in which the event of default occurred, during the six (6) month period preceding the day the event of default was declared by the Clearing House; or</p> <p>bb. an open commitment in Contracts, not belonging to the same class of Contract in which the event of default occurred, as of the close of the tenth (10th) Business Day preceding the day the event of default was declared by the Clearing House; or</p> <p>cc. not cleared or had no open commitment in Contracts belonging to the same class of Contract in which the event of default occurred, during the Relevant Periods,</p> <p>PROVIDED ALWAYS that if such Clearing Member's Security Deposit had been applied pursuant to Rule 7.03.2.2.c, its Security Deposits shall not be applied again pursuant to this Rule 7.03.2.2.f.</p>	<p>(excluding any insolvent Clearing Member <u>who is insolvent or deemed to be insolvent</u>), as follows:-</p> <p>i. Security Deposits in equal amounts from each where that Clearing Member had:-</p> <p>aa. cleared Contracts, not belonging to the same class of Contract in which the event of default occurred, during the six (6) month period preceding the day the event of default was declared by the Clearing House; or</p> <p>bb. an open commitment in Contracts, not belonging to the same class of Contract in which the event of default occurred, <u>during the six (6) month period as of the close of the tenth (10th) Business Day</u> preceding the day the event of default was declared by the Clearing House; or</p> <p>cc. not cleared or had no open commitment in Contracts belonging to the same class of Contract in which the event of default occurred, during the Relevant Periods;.</p> <p><u>Such Clearing Member shall be liable for the loss remaining on a pro-rata basis, calculated as the proportion of its Security Deposit requirement relative to the aggregate Security Deposit requirement for all Clearing Members referred to in this Rule 7.03.2.2.d, PROVIDED ALWAYS that if such Clearing Member's Security Deposit had been applied pursuant to Rule 7.03.2.2.be, its Security Deposits shall not be applied again pursuant to this Rule 7.03.2.2.df.</u></p>
<p>g. The balance of the Clearing House's loss remaining after the application of funds prescribed by Rule 7.03.2.2.f above shall be levied against Clearing Members referred to at Rule 7.03.2.2.f (excluding any insolvent Clearing Member and any Clearing Member which has deposited with the Clearing</p>	<p><u>eg. Further Assessment Amounts of the same Clearing Members referred to in Rule 7.03.2.2.d</u> The balance of the Clearing House's loss remaining after the application of funds prescribed by Rule 7.03.2.2.f above shall be levied against Clearing Members referred to at Rule 7.03.2.2.f</p>

Current Rule	New Rule
<p>House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 and has been levied the maximum amount that may be levied against it with respect to the relevant event of default pursuant to Rules 7.03.2.2.d.i and ii) as follows:</p> <ul style="list-style-type: none"> i. up to 50% of the balance shall be levied against each Clearing Member (excluding any Clearing Member which has been levied pursuant to Rule 7.03.2.2.d.i) in proportion to the relationship between their respective applicable minimum financial resources, adjusted net head office funds or cash and/or acceptable government securities, required by the Clearing House (as shown on the statement most recently submitted by them respectively to the Clearing House) and the total minimum financial resources, adjusted net head office funds and cash and/or acceptable government securities required of all such Clearing Members levied pursuant to this Rule 7.03.2.2.g.i, PROVIDED ALWAYS THAT no Clearing Member shall be levied in excess of US\$250,000 under this Rule 7.03.2.2.g.i. ii. the loss still remaining uncovered after the application of funds prescribed by Rule 7.03.2.2.g.i above shall be levied as follows: <ul style="list-style-type: none"> aa. 50% shall be levied in proportion to each Clearing Member's (excluding any insolvent Clearing Member and any Clearing Member which has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 and has been levied the maximum amount that may be levied against it with respect to the relevant event of default pursuant to Rules 7.03.2.2.d.i and ii and 7.03.2.2.g.i) share of the total number of Contracts, not belonging to the same 	<p>(excluding any insolvent Clearing Member and any Clearing Member which has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 and has been levied the maximum amount that may be levied against it with respect to the relevant event of default pursuant to Rules 7.03.2.2.d.i and ii), <u>as follows: Such Clearing Member shall be liable for the loss remaining on a pro-rata basis, calculated as the proportion of its Further Assessment requirement relative to the aggregate Further Assessment requirement for all Clearing Members referred to in Rule 7.03.2.2.d; and</u></p> <ul style="list-style-type: none"> i. up to 50% of the balance shall be levied against each Clearing Member (excluding any Clearing Member which has been levied pursuant to Rule 7.03.2.2.d.i) in proportion to the relationship between their respective applicable minimum financial resources, adjusted net head office funds or cash and/or acceptable government securities, required by the Clearing House (as shown on the statement most recently submitted by them respectively to the Clearing House) and the total minimum financial resources, adjusted net head office funds and cash and/or acceptable government securities required of all such Clearing Members levied pursuant to this Rule 7.03.2.2.g.i, PROVIDED ALWAYS THAT no Clearing Member shall be levied in excess of US\$250,000 under this Rule 7.03.2.2.g.i. ii. the loss still remaining uncovered after the application of funds prescribed by Rule 7.03.2.2.g.i above shall be levied as follows: <ul style="list-style-type: none"> aa. 50% shall be levied in proportion to each Clearing Member's (excluding any insolvent Clearing Member and any Clearing Member which has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000

Current Rule	New Rule
<p>class of Contract in which the event of default occurred, cleared by all Clearing Members levied pursuant to this Rule 7.03.2.2.g.ii.aa during the six (6) month period preceding the day the event of default was declared by the Clearing House;</p> <p>bb. the remaining 50% shall be levied in proportion to each Clearing Member's (excluding any insolvent Clearing Member and any Clearing Member which has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 and has been levied the maximum amount that may be levied against it with respect to the relevant event of default pursuant to Rule 7.03.2.2.d.i and ii and 7.03.2.2.g.i) average share of the total open commitment in Contracts, not belonging to the same class of Contract in which the event of default occurred, of all Clearing Members levied pursuant to this Rule 7.03.2.2.g.ii.bb, as of the close of the tenth (10th) Business Day preceding the day the event of default was declared by the Clearing House.</p>	<p>pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 and has been levied the maximum amount that may be levied against it with respect to the relevant event of default pursuant to Rules 7.03.2.2.d.i and ii and 7.03.2.2.g.i) share of the total number of Contracts, not belonging to the same class of Contract in which the event of default occurred, cleared by all Clearing Members levied pursuant to this Rule 7.03.2.2.g.ii.aa during the six (6) month period preceding the day the event of default was declared by the Clearing House;</p> <p>bb. the remaining 50% shall be levied in proportion to each Clearing Member's (excluding any insolvent Clearing Member and any Clearing Member which has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 and has been levied the maximum amount that may be levied against it with respect to the relevant event of default pursuant to Rule 7.03.2.2.d.i and ii and 7.03.2.2.g.i) average share of the total open commitment in Contracts, not belonging to the same class of Contract in which the event of default occurred, of all Clearing Members levied pursuant to this Rule 7.03.2.2.g.ii.bb, as of the close of the tenth (10th) Business Day preceding the day the event of default was declared by the Clearing House.</p>
<p>h. A Clearing Member who has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 at the time of the event of default shall not be levied in excess of S\$8,000,000 under Rules 7.03.2.2.d.i and ii and 7.03.2.2.g.i and ii, in respect of that particular event of default.</p>	<p>h. A Clearing Member who has deposited with the Clearing House a letter of credit or such other forms of security amounting to S\$8,000,000 pursuant to Rule 2.02B.1.3, Rule 2.07.2 or Rule 2.08.2 at the time of the event of default shall not be levied in excess of S\$8,000,000 under Rules 7.03.2.2.d.i and ii and 7.03.2.2.g.i and ii, in respect of that particular event of default.</p>

Current Rule		New Rule	
	New Rule		f. Any other contributions to the Clearing Fund.
7.03.4	For the purpose of Rules 7.03.2.2.c, d, f and g, an event of default shall either fall within: the class of Contracts that are listed for trading on the Exchange or Relevant Market, or under the class of OTC Contracts except as provided in Rules 7.03.6 and 7.03.8.3, when an event of default is deemed to fall within both classes of Contracts.	7.03.4	For the purpose of Rules 7.03.2.2. b , c, d, f and g_e , an event of default shall either fall within: the class of Contracts that are listed for trading on the Exchange or Relevant Market, or under the class of OTC Contracts except as provided in Rules 7.03.6 and 7.03.8.3, when an event of default is deemed to fall within both classes of Contracts.
7.03.6	Where an event of default is due to the insufficiency of a Clearing Member's Security Deposit, margins, on deposit with the Clearing House, or any of its other assets or securities available to the Clearing House to fully discharge such Clearing Member's obligations to the Clearing House, or is due to the insolvency of a Clearing Member, if the Clearing Member was clearing or had open commitment in Contracts that are listed for trading on the Exchange or the Relevant Market and OTC Contracts at the time of the default, it shall be deemed for the purpose of Rules 7.03.2.2.c, d, f and g that a default has occurred in both classes of Contracts.	7.03.6	Where an event of default is due to the insufficiency of a Clearing Member's Security Deposit, margins, on deposit with the Clearing House, or any of its other assets or securities available to the Clearing House to fully discharge such Clearing Member's obligations to the Clearing House, or is due to the insolvency of a Clearing Member, if the Clearing Member was clearing or had open commitment in Contracts that are listed for trading on the Exchange or the Relevant Market and OTC Contracts at the time of the default, it shall be deemed for the purpose of Rules 7.03.2.2. b , c, d, f and g_e that a default has occurred in both classes of Contracts.
7.03.11.3	If a loss in respect of which a levy has been made against Clearing Members pursuant to Rules 7.03.2.2.c, d, f and g is afterward recovered by the Clearing House in whole or in part, the net amount of such recovery shall be credited to such persons (whether or not they are Clearing Members at the time of recovery) in proportion to the amount of the assessment paid by such persons.	7.03.11.3	If a loss in respect of which a levy has been made against Clearing Members pursuant to Rules 7.03.2.2. b , c, d, f and g_e is afterward recovered by the Clearing House in whole or in part, the net amount of such recovery shall be credited to such persons (whether or not they are Clearing Members at the time of recovery) in proportion to the amount of the assessment paid by such persons.
7.15	SECURITY DEPOSIT	7.15	SECURITY DEPOSIT
7.15.1	Each Clearing Member shall deposit with the Clearing House as security for its obligations to the Clearing House, an amount not less than the higher of US\$250,000 (or its equivalent in Singapore currency) or 2.5% of the daily average of the risk margin of such Clearing Member during the preceding one month period.	7.15.1	Each Clearing Member shall deposit with the Clearing House as security for its obligations to the Clearing House (" Security Deposit ") an amount not less than the higher of: (a) US\$250,000 1,000,000 (or its equivalent in Singapore currency) or such lower amount as prescribed by the Clearing House time to time in its discretion; or

Current Rule	New Rule
	<p>(b) <u>2-53.0%, or such lower amount as prescribed by the Clearing House from time to time in its discretion,</u> of the daily average of the risk margin of such Clearing Member during the preceding one <u>three</u> month period; <u>whichever is higher.</u></p>
7.15.2 Such deposit shall be in cash or in the form of an irrevocable Letter of Credit or any other security in a form and issued by a bank acceptable to the Clearing House.	7.15.2 <u>The Security Deposit</u> Such deposit shall be in cash or in the form of an irrevocable Letter of Credit or any other security in a form and issued by a bank acceptable to the Clearing House.
<u>New Rule</u>	7.15.3 <u>Letters of Credit shall not exceed a prescribed proportion of the Security Deposit, as the Clearing House may specify from time to time in its discretion.</u>
7.15.3 This deposit may be withdrawn when such Clearing Member ceases to be a Clearing Member if, in the opinion of the Clearing House, all Contracts and obligations of such Clearing Member with the Clearing House have been settled and all sums owing to the Clearing House have been paid.	7.15. 3 <u>4</u> This deposit may be withdrawn when such Clearing Member ceases to be a Clearing Member if, in the opinion of the Clearing House, all Contracts and obligations of such Clearing Member with the Clearing House have been settled and all sums owing to the Clearing House have been paid.
<u>New Rule</u>	<p><u>7.15A Further Assessment Amount</u></p> <p>7.15A.1 <u>The Further Assessment Amount shall be a proportion, prescribed by the Clearing House from time to time in its discretion, of its Security Deposit ("Further Assessment Amount"). The Further Assessment Amount shall not exceed three (3) times of a Clearing Member's Security Deposit requirement.</u></p>
<u>New Rule</u>	7.15A.2 <u>Each Clearing Member may be required to deposit an amount up to 50%, as the Clearing House may specify from time to time in its discretion, of its Further Assessment Amount with the Clearing House. This deposit shall be in cash or in the form of an irrevocable Letter of Credit or any other security acceptable to the Clearing House.</u>
<u>New Rule</u>	<u>7.15B Aggregate Clearing House Contributions</u>

Current Rule	New Rule
	<p>7.15B.1 The clearing fund size shall be determined by the Clearing House, taking into account contributions by Clearing Members.</p> <p>7.15B.2 Contributions by the Clearing House (“Aggregate Clearing House Contributions”) shall be an amount not less than 25% of the clearing fund size as specified in Rule 7.15B.1, consisting of:</p> <p>(a) an amount not less than 15% of the clearing fund size or S\$136,000,000, whichever is higher, which shall be applied to the Clearing House Contribution as referred to in Rule 7.03.2.2.a; and</p> <p>(b) the balance of the Aggregate Clearing House Contributions, if any, which shall be applied to the source referred to in Rule 7.03.2.2.f.</p> <p>7.15B.3 Aggregate Clearing House Contributions shall comprise:</p> <p>(a) the capital of the Clearing House;</p> <p>(b) the net proceeds of such financial guarantee and/or default insurance; or</p> <p>(c) any other financial instrument,</p>
New Rule	“Aggregate Clearing House Contributions” shall have the meaning ascribed to it in Rule 7.15B.2.
New Rule	“Clearing House Contribution” shall have the meaning ascribed to it in Rule 7.15B.2.a.
New Rule	“Further Assessment Amount” shall have the meaning ascribed to it in Rule 7.15A.
“Relevant Periods” shall have the meaning ascribed to it in Rule 7.03.2.2.c.ii.	“Relevant Periods” shall have the meaning ascribed to it in Rule 7.03.2.2.eb.ii.