

AMENDMENTS TO SGX-ST TRADING RULES

Rule amendment in blue – Rule amendment

RULE	RULE AMENDMENT	RATIONALE FOR AMENDMENT
3.10	3.10 Margin Financing	
3.10.12	<p>3.10.12</p> <p>A Trading Member shall not cause or permit:—</p> <p>(a) the aggregate of the margin exposures in the margin financing accounts of all customers (such accounts being accounts carried on the books of the Trading Member) to exceed <u>53</u>00%, or such other percentage as SGX-ST may allow, of its free financial resources;</p>	Amendment is made to increase the aggregate limit on margin exposures from 300% to 500%, to align with the SFR(FMR).
	<p>(b) <u>[Rule has been deleted] the aggregate of the margin exposures in the margin financing accounts of all customers in respect of Specified Products, other than Specified Products quoted on SGX-ST, to exceed 100%, or such other percentage as SGX-ST may allow, of its free financial resources</u>; and</p>	Rule is deleted to remove the limit on margin exposures in the margin accounts of all customers, to align with the SFR(FMR).
	<p>(c) the debit balance in each customer's margin financing account to exceed 20%, or such other percentage as SGX-ST may allow, of its free financial resources.</p>	No change.
3.10.15	<p>3.10.15</p> <p>SGX-ST shall have the absolute discretion upon notice to the Trading Members to vary any or all of the margin financing requirements stipulated in this Rule 3.<u>1011</u> or any of the haircuts in Rule 3.10.14, and impose such other requirements for margin financing transactions from time to time as it deems fit and appropriate.</p>	Editorial amendment

SCHEDULE A

Rule Violation		Whether composition may be offered	Composition amount that may be offered by SGX-ST, where SGX-ST has determined the Trading Member, Chief Executive Officer and/or Trading Representative to be liable									Mandatory minimum penalty imposable by the Disciplinary Committee		
Rule Chapter/Number	Brief Description of Rule		Trading Members (or Designated Market Maker, where applicable)			Chief Executive Officer			Trading Representatives (or Market Making Representative, where applicable)					
			1st Violation	2nd Violation	3rd Violation	1st Violation	2nd Violation	3rd Violation	1st Violation	2nd Violation	3rd Violation			
Chapter 3 — Capital and Financial Requirements														
3.10	Margin Financing													
3.10.12(a)	Trading Member not to cause or permit the aggregate of the margin exposures of all customers to exceed the stipulated limit	Compounable	\$2,000 — \$4,000	\$4,000 — \$7,000	\$7,000 — \$10,000	\$1,000 — \$3,000	\$3,000 — \$6,000	\$6,000 — \$8,000	N.A.	N.A.	N.A.	N.A.		
3.10.12(b) <u>[Deleted]</u>	<u>Trading Member not to cause or permit the aggregate of the margin exposures of all customers in respect of Specified Products, other than Specified Products quoted on SGX-ST, to exceed the stipulated limit</u> <u>[Deleted]</u>	<u>Compounable</u> <u>[Deleted]</u>	<u>\$2,000</u> <u>—</u> <u>\$4,000</u> <u>[Delete</u> <u>ed]</u>	<u>\$4,000</u> <u>—</u> <u>\$7,000</u> <u>[Delete</u> <u>ed]</u>	<u>\$7,000</u> <u>—</u> <u>\$10,000</u> <u>[Delete</u> <u>ed]</u>	<u>\$1,000</u> <u>—</u> <u>\$3,000</u> <u>[Delete</u> <u>ed]</u>	<u>\$3,000</u> <u>—</u> <u>\$6,000</u> <u>[Delete</u> <u>ed]</u>	<u>\$6,000</u> <u>—</u> <u>\$8,000</u> <u>[Delete</u> <u>ed]</u>	<u>N.A.</u> <u>[Delete</u> <u>ed]</u>	<u>N.A.</u> <u>[Delete</u> <u>ed]</u>	<u>N.A.</u> <u>[Delete</u> <u>ed]</u>	<u>N.A.</u> <u>[Delete</u> <u>ed]</u>		
3.10.12(c)	Trading Member not to cause or permit the debit balance in each customer's margin account to exceed the stipulated limit	Compounable	\$2,000 — \$4,000	\$4,000 — \$7,000	\$7,000 — \$10,000	\$1,000 — \$3,000	\$3,000 — \$6,000	\$6,000 — \$8,000	N.A.	N.A.	N.A.	N.A.		