

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

**RULE 200      DEFINITIONS AND  
INTERPRETATION**

**Rule 201      Definitions**

In these Rules, except where inconsistent with the subject or context:-

“**Adjusted Net Capital**” is as defined in Rule 602.2;

“**Adjustment Agreement**” means one of two or more standardised agreements the effect of which is that -

- (a) a particular person will either be under an obligation to pay, or will have a right to receive, an amount of money depending on a state of affairs existing at a particular future time including, without prejudice to the generality of the foregoing, a state of affairs that relates to fluctuations in the value or price of an instrument or other property, or in the numerical level of an index, an interest rate or other factor; and
- (b) the amount of money will be calculated in a particular manner by reference to that state of affairs,

whether or not the agreement is capable of being varied or discharged before that future time;

“**American Style Option**” means an Option that may be exercised on any Business Day prior to and including its Expiration Date;

“**Appeal Board**” *[This definition has been deleted]*

“**Appraisal**” means the weighing, sampling and analysis of the Instrument underlying a Contract as contemplated in the Contract Specifications;

“**Arbitration**” means the resolution of disputes pursuant to Rule 620 and the word “arbitrate” shall have a corresponding meaning;

“**Arbitrators**” *[Deleted]*

“**Arbitration Fee**” *[Deleted]*

“**Arbitration Panel**” *[Deleted]*

“**Articles**” *[Deleted]*

“**Associate Participant**” means a Corporation, which has been admitted as an Associate Participant in accordance with these Rules and has not ceased for any reason to be an Associate Participant;

“**Associate Member’s Representative**” *[This definition has been deleted]*

“**Auditors**” *[Deleted]*

“**Award**” *[Deleted]*

“**Bank**” means a licensed bank as defined in Section 2 of the Capital Markets and Services Act;

“**Bank Negara Malaysia**” means the Central Bank of Malaysia established under the Central Bank of Malaysia Act 2009;

“**Best Buy Price**” means the highest buy order price;

“**Best Sale Price**” means the lowest sell order price;

“**Board**” *[This definition has been deleted]*

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

“**Books**” shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act.

“**Branch Office**” means an office approved by the Exchange under Rule 601C as a branch office of a Trading Participant;

“**Bursa Securities**” means Bursa Malaysia Securities Berhad;

“**Business Day**” means any day on which the Exchange is open for trading;

“**Call Option**” means a Contract that is entered into on the Market under which a person acquires from another person an option or right, exercisable at or before a stated time -

- (a) to buy from that other person a stated quantity of a named Instrument at a price stated in, or to be determined in accordance with, the Contract;
- (b) to assume, at a stated price and within a stated period, a Long Position in relation to a named Futures Contract; or
- (c) to be paid by that other party, at the time when the option or right is exercised, an amount of money to be determined by reference to a state of affairs that relates to fluctuations in the value or price of an Instrument or other property, or in the numerical level of an index, an interest rate or other factor;

“**Capital Adequacy Ratio**” means “Capital Adequacy Ratio” as referred to in the Rules of Bursa Securities;

“**Capital Adequacy Requirements**” means the capital adequacy requirements as referred to in the Rules of Bursa Securities;

“**Capital Markets Services Representative’s Licence**” shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

“**Capital Markets and Services Act**” means Capital Markets and Services Act 2007;

“**Capital Markets Services Licence**” shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

“**Cash Covered**” *[Deleted]*

“**Cash Settlement**” means in respect of a Contract, the settlement in cash of a position that has been Closed Out or expired or exercised;

“**Certification of Quality**” means the declaration of guarantee of quality of the Instrument underlying the Contract specified in the Negotiable Storage of Receipt;

“**Chief Operating Officer**” *[This definition has been deleted]*

“**Claim or Grievance**” *[Deleted]*

“**Claimant**” *[Deleted]*

“**Clearing House**” means the Bursa Malaysia Derivatives Clearing Berhad;

“**Clearing Participant**” means a participant of the Clearing House for the clearing, settlement and exercise of Contracts;

“**Client**” in respect of any Trading Participant or any person or organisation, means a person on whose behalf the Trading Participant trades or proposes to trade, or from whom the Trading Participant accepts instructions to trade in Contracts;

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

**“Client Account”** means an account of a Client maintained with a Trading Participant or an Associate Participant;

**“Clients’ Segregated Account”** means a separate account for any money, security or document of title relating to any property received from Clients or accruing to Clients, maintained in accordance with Section 118 of the Capital Markets and Services Act;

**“Close Out”** means to discharge the obligations of a person in the Long Position or Short Position under a Contract and shall include the discharge of these obligations as a result of the matching up of the Contract with a Contract of the same kind under which the person has assumed an offsetting Short Position or offsetting Long Position, as the case may be;

**“Commission”** means the Securities Commission established under the Securities Commission Malaysia Act 1993;

**“Commodity Contract”** *[Deleted]*

**“Commodity Participant”** *[Deleted]*

**“Commission’s Licensing Handbook”** means the licensing handbook the Commission issues pursuant to Section 377 of the Capital Markets and Services Act and includes any subsequent amendments, modifications, variations, supplements or substitutes.

**“Compliance Officer”** means a person who is registered with the Exchange as a ‘Compliance Officer’ of a Trading Participant in accordance with the provisions in these Rules;

**“Contract”** means a derivative as defined in Section 2 of the Capital Markets and Services Act which is traded on the Exchange or a Specified Exchange;;

**“Contract Specifications”** means the terms and conditions of a Contract prescribed by the Exchange and any amendment that may be made from time to time;

**“Corporation”** shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

**“Crude Palm Oil”** means crude palm oil with specifications set out in items 2401 and 2402 of Schedule 24;

**“Crude Palm Kernel Oil”** means crude palm kernel oil with specifications set out in item 2403 of Schedule 24;

**“Daily Settlement Price”** means the price of a Contract as may be determined by the Clearing House for the purposes of settlement to market in accordance with the rules of the Clearing House;

**“Defendant”** *[Deleted]*

**“Dispute”** *[Deleted]*

**“Directives”** means instructions, rulings or guidelines the Exchange issues by whatever name called for or in connection with any of the Rules including:

- (a) any decision, request or requirement the Exchange makes or imposes pursuant to any act or thing done under the Rules;
- (b) any terms and conditions imposed pursuant to any act or thing done under the Rules; and
- (c) any requirement the Exchange imposes for the proper operation and management of the Market and the Exchange’s facilities;

**“DMA Infrastructure”** *[This definition has been deleted]*

**“Direct Market Access” or “DMA”** means the process by which orders to buy or sell Contracts including any modifications and cancellations thereof are submitted for execution in the ATS by persons

## RULES OF BURSA MALAYSIA DERIVATIVES BHD

## Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

referred to in Rule 617.4 without any intervention by a Registered Representative and/or being entered or re-entered by a Registered Representative.

“**Document**” shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act.

“**Eligible Delivery Agreement**” means an agreement that is one of two or more standardised agreements the effect of which is that a person is under an obligation to make or accept delivery at a particular future time of a particular quantity of a particular Instrument -

- (a) for a particular price; or
- (b) for a price to be calculated in a particular manner, whether or not;
  - (aa) the subject matter of the agreement is in existence; or
  - (bb) the agreement is capable of being varied or discharged before that future time,
    - and in respect of which it appears likely at the relevant time, having regard to all relevant circumstances, that -
      - (aaa) the obligation of the person in the Short Position to make delivery will be discharged except by the person making delivery;
      - (bbb) the obligation of the person in the Long Position to accept delivery will be discharged except by the person accepting delivery; or
      - (ccc) the person on the Short Position, or Long Position, will assume an offsetting Long Position, or offsetting Short Position, as the case may be, under another agreement of the same kind;

“**Eligible Non-Universal Broker**” shall have the same meaning as is assigned to that expression in the Rules of Bursa Securities;

“**Entity**” *[This definition has been deleted]*

“**Equity Financial Participant**” *[Deleted]*

“**European Style Option**” means an Option that may be exercised only on its Expiration Date;

“**Exchange**” means Bursa Malaysia Derivatives Berhad;

“**Exchange Holding Company**” means Bursa Malaysia Berhad;

“**Exercise**” means to invoke the rights granted to the buyer of an Option;

“**Exercise Notice**” means a notification that the buyer of an Option wishes to exercise such Option;

“**Exercise Price**” means the unit price that the buyer pays and the seller receives in the case of Call Options or the unit price the seller pays and the buyer receives in the case of Put Options, on Exercise of the relevant Option;

“**Expiration Date**” means in respect of an Option, the day on which the Option expires and the contractual rights and obligations of buyer and seller are expressed to terminate respectively;

“**Fidelity Fund**” *[Deleted]*

“**Final Closing Price**” means in respect of a Stock Option contract, the price calculated by the Exchange on the Final Trading Day in accordance with the methodology prescribed in the Contract Specifications;

“**Final Settlement Day**” means the Business Day by which all Open Positions are cash settled, or settled by delivery in accordance with the rules of the Clearing House;

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

“**Final Trading Day**” means the last Business Day designated for the trading of a Contract;

“**Financial Contract**” *[Deleted]*

“**Floor**” *[This definition has been deleted]*

“**Floor Contract**” *[This definition has been deleted]*

“**Floor Procedures**” *[This definition has been deleted]*

“**Floor Representatives**” *[This definition has been deleted]*

“**FOB**” means delivery free on board in accordance with the terms prescribed by the Clearing House;

“**Full Hearing**” *[Deleted]*

“**Futures Broker**” *[Deleted];*

“**Futures Contract**” is a derivative that is traded on the Exchange or a Specified Exchange which creates an obligation for physical delivery or acceptance of physical delivery of the underlying instrument of such derivative, the quantity and quality of which is determined by the Exchange or that Specified Exchange, at a fixed date in the future at a fixed price, and which may be cash settled in lieu of physical delivery;

“**Futures Fund Manager’s Representatives**” *[Deleted]*

“**Goods and Services Tax (GST)**” means the goods and services tax payable pursuant to the Goods and Services Tax Act 2014;

“**Group**” has the same meaning as provided for in the Commission’s Licensing Handbook;

“**Guidelines on Investment Banks**” means the Guidelines on Investment Banks issued by Bank Negara Malaysia and the Commission, including all modifications, re-issuance or consolidations thereof and directives issued pursuant thereto;

“**Guidelines on Outsourcing**” *[Deleted]*

“**Head of Compliance**” *[This definition has been deleted]*

“**Holder**” *[Deleted]*

“**Instrument**” means -

- (a) any share or any underlying asset of a Contract which is capable of being transferred;
- (b) any stock index or group of share or stock indices; and
- (c) in the case of an Option, includes a Futures Contract;

“**In writing**” means written, typed, printed or lithographed, or partly one and partly another, and includes any other mode of representing or reproducing words in a permanently visible form;

“**Investment Bank**” means an Investment Bank as defined in the Rules of Bursa Securities and which is approved as a Trading Participant of the Exchange in accordance with Rule 305, unless the context otherwise permits;

“**Investment Bank Capital Adequacy Framework**” means the Investment Bank Capital Adequacy Framework referred to in the Guidelines on Investment Banks;

## RULES OF BURSA MALAYSIA DERIVATIVES BHD

## Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

**“Kuala Lumpur Interbank Offer Rate/KLIBOR”** means an interest rate derived from the activities of borrowing and lending Ringgit Malaysia in the professional inter-bank market;

**“Licensed Merchant Bank”** shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

**“Listed Corporation”** shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

**“Local Participant”** means a person who has been admitted as a Local Participant in accordance with these Rules and has not ceased for any reason to be a Local Participant;

**“Long Position”** in relation to -

- (a) a Futures Contract that is an Eligible Delivery Agreement, means the position of a person who, because of the agreement, is under an obligation to accept delivery in accordance with the agreement;
- (b) a Futures Contract that is an Adjustment Agreement, means the position of a person who, because of the agreement -
  - (i) will, if the value or worth of the agreement (as determined in accordance with the agreement) as at a particular future time is less by a particular amount than the value or worth of the agreement (as so determined) as at a particular earlier time, be under an obligation to pay that amount; and
  - (ii) will, if the value or worth of the agreement (as so determined) as at a particular future time is greater by a particular amount than the value or worth of the agreement (as so determined) as at a particular earlier time, have a right to receive that amount; or
- (c) an Option, means the position of the buyer of a Call Option or the position of the seller of a Put Option;

**“MGS”** means Malaysian Government Securities, as issued by the Malaysian government from time to time;

**“Margin Call”** means a call by a Trading Participant or an Associate Participant from its Client(s) for cash or collateral to meet the Client(s)' obligations pursuant to trading in Contracts;

**“Market”** means the market operated by the Exchange for trading in Contracts;

**“Market Contract”** *[This definition has been deleted]*

**“Marketing Representative”** shall have the same meaning as in the Guidelines for Marketing Representatives issued by the Commission.

**“Maturity Date”** *[Deleted]*

**“Messages”** means entries submitted into the ATS relating to trading functions as permitted by the Exchange such as orders, amendments or cancellation of orders.

**“Minimum Financial Resources Requirement”** means the minimum resources requirement that is determined by the Exchange from time to time in accordance with Rule 602;

**“Minister”** shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

**“Month of tender”** *[Deleted]*

**“Negotiable Storage Receipt”** means a document issued by the Port Installation Owner pursuant to the Contract Specifications of a Contract;

## RULES OF BURSA MALAYSIA DERIVATIVES BHD

## Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

**“Nominating Participant”** means a Trading Participant who is also a Clearing Participant who provides an undertaking with respect to a Non-Clearing Participant;

**“Non-Clearing Participant”** means a Participant, which is not a participant of the Clearing House;

**“Non-Equity Financial Participant”** *[Deleted]*

**“Non-Reviewable Range”** means the range of prices as specified in the Trading Procedures for the purposes of Rule 707.2;

**“Officer”** in relation to Trading Participant, the Exchange or Exchange holding company shall include

- (a) any director, secretary or employee of the corporation;
- (b) a receiver and manager, appointed under a power contained in any instrument, of any part of the undertaking or property of the corporation; and
- (c) any liquidator of a corporation appointed in a voluntary winding up, but does not include
  - (i) any receiver who is not also a manager;
  - (ii) any receiver and manager appointed by the court; or
  - (iii) any liquidator appointed by the court or by the creditors;

**“Open Position”** means the position of a party under a Contract whose rights or obligations have not expired or been discharged or where the rights and/or obligations under that Contract are yet to be fulfilled;

**“Option”** refers to an option that is traded on the Exchange or Specified Exchange and includes a Call Option and a Put Option;

**“Option on Crude Palm Oil Futures”** *[Deleted]*

**“Option on Stock Index Futures”** *[Deleted]*

**“Participant”** means, unless otherwise specified, a participant of the Exchange for the time being falling within any of the classes of participation set out in Rule 301;

**“Participating Organisation”** shall have the same meaning as is assigned to that expression in the Rules of Bursa Securities;

**“Pit”** *[This definition has been deleted]*

**“Port Tank Installations”** means the port tank installations approved by the Exchange as points of delivery for the Instrument underlying the Contract that is Tendered in fulfilment of the Contracts;

**“Port Tank Installation Owner”** means a Corporation duly in possession of a Port Tank Installation and its servants;

**“Preference Share”** *[Deleted]*

**“Premium”** means an account maintained by a Trading Participant for the purpose of recording its own Contracts, assets and profits and losses resulting from those Contracts;

**“Principal Office”** means the principal place of business approved by the Exchange under the Trading Participant’s registration process in Rule 305;

**“Put Option”** means a Contract that is entered into on the Market under which a person acquires from another person an option or right, exercisable at or before a stated time -

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

- (a) to sell to another person a stated quantity of a named Instrument at a price stated in, or to be determined in accordance with, the Contract;
- (b) to assume at a stated price and within a stated period, a Short Position in relation to a named Futures Contract; or
- (c) to be paid by that other party, at the time when the option or right is exercised, an amount of money to be determined by reference to a state of affairs that relates to fluctuations in the value or price of an Instrument or other property, or in the numerical level of an index, an interest rate or other factor;

“**Record**” shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

“**Refined, Bleached and Deodorized Palm Olein**” or “**RBD Palm Olein**” means refined, bleached and deodorized palm olein with specifications set out in item 2404 of Schedule 24;

“**Registered Person**” shall include officers of Trading Participants and Associate Participants, who are duly registered with the Exchange, and Registered Representatives;

“**Registered Representative**” means a person who is registered as provided under Rule 322 and whose registration has not been struck off the Register;

“**related corporation**” shall have the same meaning as in the Companies Act;

“**Relevant Person**” means a Participant’s Registered Person, director, agent and employee;

“**Representative**” shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

“**Risk Weighted Capital Ratio**” shall have the same meaning that is assigned to that expression in the Guidelines on Investment Banks;

“**Rules**” means these Rules of the Exchange, and any amendments or additions thereto which may be made by the Exchange from time to time and includes any schedules, guidelines, notices or circulars of general application issued by the Exchange for the guidance of Participants or to govern the trading of any Contract or Contracts;

“**Rules of Bursa Securities**” means the Rules of Bursa Securities, including any amendments made thereto, and any rulings, guidelines and directives issued pursuant thereto;

“**Scrip Covered**” means in respect of a Call Option for a Stock Option Contract, that the seller’s obligation is secured in accordance with these Rules by shares;

“**Secretariat**” *[Deleted]*

“**Secretary**” *[This definition has been deleted]*

“**Securities Laws**” means as defined in the Securities Commission Malaysia Act 1993;

“**Serial Months**” means any calendar month other than the quarterly cycle months of March, June, September and December;

“**service provider**” has the same meaning as provided for in the Commission’s Licensing Handbook;

“**Share Futures Contract**” *[Deleted]*

“**Short Position**” in relation to -

## RULES OF BURSA MALAYSIA DERIVATIVES BHD

## Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

- (a) a Futures Contract that is an Eligible Delivery Agreement, means the position of a person who, because of the agreement, is under an obligation to make delivery in accordance with the agreement;
- (b) a Futures Contract that is an Adjustment Agreement, means the position of a person who, because of the agreement -
- (i) will, if the value or worth of the agreement (as determined in accordance with the agreement) as at a particular future time is greater by a particular amount than the value or worth of the agreement (as so determined) as at a particular earlier time, be under an obligation to pay that amount; and
  - (ii) will, if the value or worth of the agreement (as so determined) as at a particular future time is less by a particular amount than the value or worth of the agreement (as so determined) as at a particular earlier time, have a right to receive that amount; or
- (c) an Option, means the position of the seller of a Call Option or the position of the buyer of a Put Option;

**“Special Scheme Broker”** shall have the same meaning as is assigned to that expression in the Rules of Bursa Securities;

**“Specified Exchange”** shall have the same meaning as is assigned to it in Section 2 of the Capital Markets and Services Act;

**“Stock Index Futures Contract”** means an Adjustment Agreement where the underlying stock index is an Instrument or a basket of shares of an Underlying Market;

**“Stock Index Option Contract”** *[This definition has been deleted.]*

**“Stock Option Contract”** means an Option where the underlying share is a block of shares of a company listed on an Underlying Market;

**“sub-contractor”** *[Deleted]*

**“Summary Proceedings”** *[Deleted]*

**“Supervisory Functions”** *[This definition has been deleted]*

**“Tender”** means the exchange of documents through the Clearing House in fulfilment of a Contract of future delivery of the Instrument underlying a Contract;

**“The Kuala Lumpur Wholesale Money Market”** means a market located in Kuala Lumpur and supervised by Bank Negara Malaysia where institutions trade money market instruments;

**“Tick”** means the ‘minimum price fluctuation’, as stipulated in the Contract specifications in the Schedules to these Rules.

**“Trading Kiosk”** means any physical site, location or premises approved by the Exchange under Rule 601C at which is situated or installed physical hardware or equipment –

- (a) that does or is able to house or accommodate electronic systems, devices or platforms; and
- (b) which hardware or equipment when used in conjunction with the electronic systems does or is able to provide broker-client linkages or electronic client ordering systems;

**“Trading Loss in relation to Rule 707.2B”** *[This definition has been deleted]*

**“Trading Participant”** means a Corporation that has been admitted as a Trading Participant in accordance with these Rules and has not ceased for any reason to be a Trading Participant;

## RULES OF BURSA MALAYSIA DERIVATIVES BHD

## Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

“**Trading Procedures**” means the procedures, processes and all other matters issued, in whatsoever form and manner by the Exchange, in relation to the trading of Contracts and include any amendments and modifications made thereto.

“**Umpire**” *[Deleted]*

“**Underlying Market**” means -

- (a) in relation to a Stock Index Futures Contract, the market from which prices and other relevant information are taken for the computation of the underlying stock index; and
- (b) in relation to any other Contract, the market in which the underlying Instrument is traded.

“**Writer**” *[Deleted]*

“**Universal Broker**” means Universal Broker as defined in the Rules of Bursa Securities;

**Rule 202 Interpretation****Rule 202.1**

Words importing the singular number only shall include the plural number and vice versa.

**Rule 202.2**

Words importing one gender shall include the other gender.

**Rule 202.3**

Headings are included for convenience only and shall not affect the construction of these Rules.

**Rule 202.4**

For the purposes of these Rules a person shall be deemed to have control of another person-

- (a) where the first person, or any related company or companies of the first person, directly or indirectly by any means whatever, holds or beneficially owns fifteen percent (15%) or more of the issued or paid up capital or of the voting power of the other person or of a third person which has control (in terms of this definition) of that other person; or
- (b) where a partner or director of the first person or of any related company of the first person is also a partner or director of the other person; or
- (c) where by reason of any contract, agreement or arrangement of any nature, whether legally enforceable or not, the first person effectively controls the management, or fifteen percent (15%) or more of the voting power, of the other person, or is entitled to nominate or appoint one or more directors of the other person.

**Rule 202.5**

The meaning of any term defined in these Rules extends to all grammatical variations of that term.

**Rule 202.6**

**RULES OF BURSA MALAYSIA DERIVATIVES BHD**  
Rule amendments in relation to the revision of delivery procedure for FPOL Futures Contract

Any reference in these Rules to “schedule” or “guideline” shall be construed as a reference to a schedule or guideline of, to or as contained in these Rules, unless otherwise stated.

**Rule 202.7**

*[Deleted]*

*(End of Business Rule 200)*

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Contract

Item 2404	<b>Contract Specifications for United States Dollar Denominated Refined, Bleached and Deodorized (RBD) Palm Olein Futures Contract</b>
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<b>CONTRACT</b>	USD RBD PALM OLEIN FUTURES CONTRACT
<b>CONTRACT CODE</b>	FPOL
<b>UNDERLYING INSTRUMENT</b>	RBD Palm Olein
<b>CONTRACT UNIT</b>	25 metric tons (25,000 kilogrammes)
<b>MINIMUM PRICE FLUCTUATION</b>	USD0.50 per metric ton
<b>PRICE LIMITS</b>	<p>1. With the exception of trades in the current <u>deliveryspot</u> month, trades for future delivery of RBD Palm Olein in any month, must not be made, during any 1 Business Day, at prices varying more than 10% above or below the settlement prices of the preceding Business Day (“the 10% Limit”) except as provided below:</p> <p>(a) When the 10% Limit is triggered (except for the current <u>spot</u> month), the Exchange will announce a 10-minute cooling off period (“the Cooling Off Period”) for Contracts of all contract months (except the current <u>deliveryspot</u> month) during which trading may only take place within the 10% Limit.</p> <p>(b) Following the Cooling Off Period, Contracts of all contract months will be specified as reserved for a period of 5 minutes, after which the price limit will be expanded to 15%. The prices traded for Contracts of all contract months (except the current <u>spot</u> month) must then not vary more than 15% above or below the settlement prices of the preceding Business Day (“the 15% Limit”).</p> <p>(c) If the 10% Limit is triggered less than 30 minutes before the end of the first trading session, the 10% Limit will apply to Contracts of all contract months (except the current <u>spot</u> month) for the rest of the first trading session and the 15% Limit will apply to Contracts of all contract months (except the current <u>spot</u> month) during the second trading session.</p> <p>(d) If the 10% Limit is triggered less than 30 minutes before the end of the second trading session, the 10% Limit will apply to Contracts of all contract months (except the current <u>spot</u> month) for the rest of the Business Day.</p> <p>2. For the purposes of paragraph 1(a), the 10% Limit will be considered triggered in the manner as may be prescribed by the Exchange.</p>
<b>CONTRACT MONTHS</b>	Spot month and the next 5 succeeding months, and thereafter, alternate months up to 24 months ahead. The contract months as set out in Appendix A.
<b>TRADING HOURS</b>	First trading session: 0900 hours to 1200 hours (Malaysia time); and Second trading session: 1330 hours to 1800 hours (Malaysia time)

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Contract

<b>FINAL TRADING DAY</b>	<p>1. <del>15<sup>th</sup>-25<sup>th</sup></del> day <del>of the spot month of the delivery month</del> or, if the <del>15<sup>th</sup></del> <del>25<sup>th</sup></del> day is a non Business Day, the Final Trading Day will be the last Business Day preceding the <del>15<sup>th</sup></del> <del>25<sup>th</sup></del> day.</p> <p>2. Trading in the <del>delivery spot</del> month ceases at <del>1200</del><u>1800</u> hours (Malaysia time) on the Final Trading Day.</p>																		
<b>SETTLEMENT METHOD</b>	Physical delivery <del>vide FOB or such other settlement methodology as prescribed by the Clearing House</del>																		
<b>FINAL SETTLEMENT DAY</b>	<p>1. Any Contracts remaining open after the cessation of trading for a <del>delivery spot</del> month will be settled by delivery which must be made <del>by the end of the delivery month i.e. by the 20<sup>th</sup>-last day of the second month following the spot month that month</del> or, if the <del>20<sup>th</sup>-last</del> day is a non Business Day, by the last Business Day preceding the <del>20<sup>th</sup>-last</del> day.</p> <p>2. The <del>Tendering and</del> delivery process must be done in accordance with the Clearing House Rules.</p>																		
<b>CONTRACT GRADE AND DELIVERY POINTS</b>	<p><b>Contract Grade</b></p> <p>1. The contract grade is for RBD Palm Olein of good merchantable quality, in bulk, <del>in Port Tank Installations</del>, and conforming to the specifications prescribed by Palm Oil Refiners Association of Malaysia ("PORAM"), as may be amended by PORAM and supplemented by the Exchange from time to time.</p> <p>2. The specifications* for the time being are as follows:</p> <table border="1" data-bbox="579 1095 1423 1301"> <thead> <tr> <th>Specification</th> <th>In</th> <th>Out</th> </tr> </thead> <tbody> <tr> <td>Free Fatty Acid (as Palmitic-molecular weight 256), % max</td> <td>0.07</td> <td>0.10</td> </tr> <tr> <td>Moisture and Impurities, % max</td> <td>0.10</td> <td>0.10</td> </tr> <tr> <td>Iodine Value (Wijs), min</td> <td>56</td> <td>56</td> </tr> <tr> <td>Melting Point, °C (AOCS Cc 3-25)<sup>+</sup>, max</td> <td>24</td> <td>24</td> </tr> <tr> <td>Colour (5 ¼" Lovibond Cell) #, max</td> <td>2.6 red</td> <td>3 red</td> </tr> </tbody> </table> <p><del>3. The specifications above must be satisfied by sample(s) drawn and analysed on delivery into Port Tank Installations and from Port Tank Installations in accordance with procedures governing sampling and analysis that the Exchange may prescribe.</del></p> <p><b>Delivery Points</b></p> <p><del>4.3. Port Tank Installation located, at the option of the seller, in FOB delivery at Port Klang, or Pasir Gudang and such other ports as the Exchange may specify.</del></p> <p><b>* Notes:</b></p> <p>(a) The specifications in paragraph 2 above are the specifications of PORAM as at 16 June 2014, supplemented by the Exchange. For the avoidance of doubt, all parties must refer to PORAM for the up-to-date specification.</p> <p>(b) + Slip Point, Softening Point or Rising Point</p> <p>(c) # Colour measurement based on Tintometer Model 'E' AF 900 and Model 'D' AF 702</p>	Specification	In	Out	Free Fatty Acid (as Palmitic-molecular weight 256), % max	0.07	0.10	Moisture and Impurities, % max	0.10	0.10	Iodine Value (Wijs), min	56	56	Melting Point, °C (AOCS Cc 3-25) <sup>+</sup> , max	24	24	Colour (5 ¼" Lovibond Cell) #, max	2.6 red	3 red
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<b>DELIVERABLE UNIT</b>	1. <del>25500</del> metric tons, plus or minus not more than <del>2%, 1% or 10 metric tons (whichever is the lower) from the total contract quantity.</del>																		

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Contract

	<p>2. Settlement of weight differences will be <del>based on the simple average of the Daily Settlement Prices of the delivery month from:</del>as follows:</p> <p>(a) <del>the 1<sup>st</sup> Business Day of the delivery month to the day of Tender, if the Tender is made before the last trading day of the delivery month; or</del></p> <p>(b)(a) <del>the 1<sup>st</sup> Business Day of the delivery month to the last day of trading, if the Tender is made on the last trading day or thereafter, if the weight difference is 1-2% or 25 metric tons (whichever is the lower), from the total contract quantity, the difference will be settled against the final settlement value as may be determined by the Clearing House; or</del></p> <p>(b) <del>if the weight difference is more than 2%, the following options are available to the buyer:</del></p> <p>(i) <del>if the total quantity delivered is more than 2% in excess of the total contract quantity, to reject delivery of the excess quantity;</del></p> <p>(ii) <del>if the total quantity delivered is short by more than 2% from the total contract quantity, to require the seller to deliver additional quantity of RBD Palm Olein to make up 100% of the total contract quantity; or</del></p> <p>(iii) <del>if the buyer accepts the total quantity delivered as it is without rejecting the excess quantity or requiring the seller to deliver additional quantity of RBD Palm Olein to make up 100% of the total contract quantity, the difference will be settled against the final settlement value as may be determined by the Clearing House.</del></p> <p>3. <del>Open Positions of less than 500 metric tons which are not Closed Out by the Final Trading Day will be cash settled against the final settlement value as may be determined by the Clearing House.</del></p>
<b>APPRAISAL</b>	<p>1. <del>A seller who intends to have RBD Palm Olein appraised for possible delivery to the market must deliver the RBD Palm Olein to a Port Tank Installation.</del></p> <p>2. <del>Upon request by the seller for Appraisal, the Port Tank Installation Owner must arrange for the RBD Palm Olein to be appraised in accordance with procedures as may be prescribed by the Exchange.</del></p>
<b>NEGOTIABLE STORAGE RECEIPT</b>	<p>1. <del>Upon completion of Appraisal of the RBD Palm Olein, the Port Tank Installation Owner must issue a Negotiable Storage Receipt in the form approved by the Exchange, for all RBD Palm Olein, which is deliverable.</del></p> <p>2. <del>The Negotiable Storage Receipt must state the following:</del></p> <p>(a) <del>the name of the Port Tank Installation Owner;</del></p> <p>(b) <del>the date of Appraisal; and</del></p> <p>(c) <del>that the RBD Palm Olein in question meets the needs of the Exchange's specifications for delivery.</del></p> <p>3. <del>A separate Negotiable Storage Receipt must be issued for each lot of 25 metric tons of RBD Palm Olein.</del></p>

RULES OF BURSA MALAYSIA DERIVATIVES BHD  
Rule amendments in relation to the revision of delivery procedure for FPOL Contract

<b>VALIDITY OF CERTIFICATION OF QUALITY</b>	<del>The Certification of Quality expires at midnight on the last day of calendar month of Appraisal.</del>
<b>INFORMATION ON DELIVERED RBD PALM OLEIN</b>	The details of <u>FOB</u> delivered RBD Palm Olein showing the number of Contracts <del>and the locations where they are stored</del> will be made available to the Participants in such manner as the Exchange considers appropriate.
<b>COST OF APPRAISAL</b>	<del>The original Tenderer in any delivery month is responsible for all cost relating to the Appraisal of RBD Palm Olein delivered into Port Tank Installations.</del>
<b>CO-MINGLED STORAGE ALLOWED</b>	<del>Co-mingled storage of RBD Palm Olein is permitted at Port Tank Installations.</del>
<b>APPRAISAL AND DISPUTE ON QUALITY</b>	<p><del>The Appraisal of RBD Palm Olein will be conducted by the Port Tank Installations, which issues a Negotiable Storage Receipt as specified above.</del></p> <p><del>In the event of dispute as to the quality of the RBD Palm Olein, an analysis must be conducted by an independent qualified analyst and surveyor approved by the Exchange. The results of such analysis will be regarded as final.</del></p>
<b>STORAGE AND INSURANCE CHARGES PREPAID</b>	<del>All charges for storage and insurance must be paid in advance by the original Tenderer up to midnight of the first Business Day of the calendar month following the month of the Appraisal.</del>

[End of Schedule 24]