



THE FUTURES OF PALM OIL. NOW IN ONE MARKETPLACE.

FPOL

Palm Olein Futures

Traded on Bursa Malaysia

Malaysia is firmly positioned as the global marketplace for palm oil derivatives

CONTRACT SPECIFICATIONS

Ticker	FPOL
Underlying Asset	RBD Palm Olein
Settlement Method	FOB Physical Delivery at PK / PG with multiple size of 500MT. Others will be cash settled against the Final Settlement
Contract Size	25 MT
Price Quotation	US\$ per MT
Minimum Price Fluctuation	US\$0.50 / MT
Daily Price Limit	<p>With the exception of trades in the current delivery month, trades for future delivery of Crude Palm Oil 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> <ul style="list-style-type: none"> • When the 10% Limit is triggered (except for the current month), the Exchange will announce a 10-minute cooling off period ("the Cooling Off Period") for Contracts of all contract months (except the current delivery month) during which trading may only take place within the 10% Limit. • 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 month) must then not vary more than 15% above or below the settlement prices of the preceding Business Day ("the 15% Limit"). • 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 month) for the rest of the first trading session and the 15% Limit will apply to Contracts of all contract months (except the current month) during the second trading session. • 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 month) for the rest of the Business Day.
Speculative Position Limit	<p>The maximum number of net long or net short positions which a client or a participant may hold or control is:</p> <p>800 contracts for the spot month 10,000 contracts for any one contract month except for spot month 15,000 contracts for all months combined</p>
Trading Hours	<p>Monday to Friday (Malaysian Time) 0900 to 1200 hours 1330 to 1800 hours</p> <p>Business Day: Follows Kuala Lumpur Business Days</p>
Contract Months	Spot month and the next 5 succeeding months, and thereafter, alternate months up to 24 months ahead.

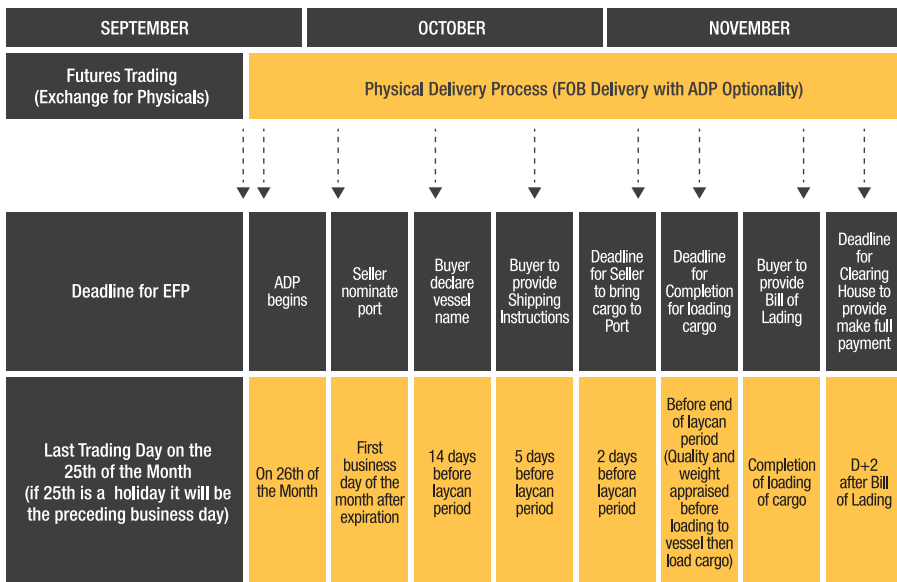
Last Trading Day	25th Calendar Day, 2 months prior to delivery month. If 25th is a holiday it will be the preceding day. For example, a June delivery contract will expire on 25th April. Please refer to FOB and ADP delivery mechanism as mentioned above.																		
Contract Grade and Delivery Points	RBD Palm Olein of good merchantable quality physically delivered FOB at Port Klang and Pasir Gudang. <table border="1"> <thead> <tr> <th>Specification</th> <th>In</th> <th>Out</th> </tr> </thead> <tbody> <tr> <td>FFA</td> <td>0.07%</td> <td>0.10%</td> </tr> <tr> <td>M&I</td> <td>0.10%</td> <td>0.10%</td> </tr> <tr> <td>I.V</td> <td>56 min</td> <td>56 min</td> </tr> <tr> <td>Melting Point</td> <td>24 max</td> <td>24 max</td> </tr> <tr> <td>Colour (5 ¼ Lovibond Cell)</td> <td>2.6 Red max</td> <td>3 Red max</td> </tr> </tbody> </table>	Specification	In	Out	FFA	0.07%	0.10%	M&I	0.10%	0.10%	I.V	56 min	56 min	Melting Point	24 max	24 max	Colour (5 ¼ Lovibond Cell)	2.6 Red max	3 Red max
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Minimum Deliverable Size	Multiple of 20 Contracts or 500 MT. All other remaining contracts will be cash settled against the Final Settlement.																		

FPOL is a Free on Board (FOB) physically delivered US Dollar (“USD”) denominated Refined, Bleached and Deodorised (RBD) Palm Olein Futures contract traded on Bursa Malaysia Derivatives (BMD).

BMD will also introduce Alternative Delivery Procedure (ADP) as a new facility to compliment FPOL.

As a listed derivatives on BMD, FPOL will provide a transparent price discovery on a regulated trading environment. Traders and consumers can now hedge against Palm Oil adverse price movement with confidence as BMD Clearing House guarantees the performance of all trades. Refiners can also use FPOL to manage the refining margin between Crude Palm Oil against RBD Palm Olein.

WHAT ARE FREE ON BOARD DELIVERY (FOB) AND ALTERNATIVE DELIVERY PROCEDURE (ADP)?



WHAT IS FREE ON BOARD DELIVERY (FOB) PROCEDURE?

FOB is an International Commercial term (Incoterms) that specify seller's obligation, costs and risk in a delivery process up to the loading of goods on to the ship. It also defines that shipping, insurance and other logistic cost to customers' destination will be borne by the buyer.

WHAT IS AN ALTERNATIVE DELIVERY PROCEDURES (ADP)?

ADP is a facility where upon expiration, parties to the contract will be able to fully negotiate the delivery process. Subject to an agreement by parties, the terms of the delivery may be varied including:

- a) Quality Specification
- b) Incoterms that includes either port of loading or port of discharged
- c) Payment Terms

If, however, the parties to the contract failed to reach an agreement, it will render the contract to be delivered via Exchange Specified Mechanism.

WHAT IS THE DELIVERABLE UNIT OF RBD PALM OLEIN?

The deliverable unit of RBD Palm Olein per contract is multiple of 500 metric tons with a variation of not more than 1% or 10 metric tons (whichever is the lower) from the total contract quantity.

WHERE ARE THE DELIVERY POINTS LOCATED?

Physically delivered following the FOB procedure at Port Klang and Pasir Gudang.

Contact Person:

Morhazi Mohamad - moriazimohamad@bursamalaysia.com

Vincent Chiew - vincentchiew@bursamalaysia.com

For more information, please visit:

www.bursamalaysia.com or

www.bursamarketplace.com

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