

F4GM

FTSE4Good Bursa Malaysia Index Futures

Gain leveraged exposure to
ESG-rated Malaysian PLCs



What is F4GM?

F4GM is a Ringgit Malaysia (MYR) denominated FTSE4Good Bursa Malaysia Index Futures that provides investors leveraged exposure to public listed companies (PLCs) with leading Environmental, Social, and Corporate Governance (ESG) practices.



Features



Contract Size

FTSE4Good Bursa Malaysia (F4GBM) Index multiplied by MYR50.00.



Settlement Method

Cash Settlement in Ringgit Malaysia (MYR).



Pricing

0.5 index point valued at MYR25.00.

What is The Ticker Code for F4GM Contract?

▶ CME Globex®

<F4GM> + <Month Code> + <Year Code>
Example: F4GMZ22

▶ Bloomberg

TFBA Index CT <Go>

▶ Refinitiv

<F4GM> + <Month Code> + <Year Code>
Example: <F4GMZ2> DEC22 contract

▶ ICE Data Services

F:F4GM\MMYY, where M is month code and YY is year number
Example F:F4GM\Z22

Why Trade F4GM?



Take Advantage of Both Bull & Bear Markets



F4GM provides retail investors with a leveraged structured product to access ESG equity index. Buy low and sell high for a bullish outlook on the movement of the equity markets, and vice versa for a bearish outlook.

Leveraged Trading



Gain leveraged exposure to the notional value of the underlying index with a relatively small amount of capital (Initial Margin), magnifying the effect of a given change in price.

Fulfilment of Sustainable Investing Mandates



In addition to using F4GM as a hedge against the risk of unfavourable price movements in the equity markets, institutional investors may trade the F4GM to meet ESG investing mandates, as the constituents of the underlying FTSE4Good Bursa Malaysia (F4GBM) Index are screened using an industry renowned method.

Global Access



F4GM is traded electronically on CME GLOBEX®, a global electronic trading platform. Accessing CME Globex® is easy and allows individuals and professional traders anywhere around the world to access all Bursa Malaysia Derivatives products.

Regulated Trading



Trade with confidence in a secured and transparent marketplace regulated by the Securities Commission Malaysia.

Bull Market

January
(Current Month)

- ▶ Darren has been watching the stock market very closely due to the general election. He anticipates that the market will be on an uptrend after the election.
- ▶ F4GM is trading at **862.00** points

March
(2 Months Later)

- ▶ F4GM rises to **877.50** points

How to profit from the bullish gold market with F4GM:

Buy 1 F4GM Contract at 862.00 points



Sell 1 F4GM Contract at 877.50 points



GROSS PROFIT:

(877.50 - 862.00)

x50

= MYR775

The same strategy can be applied on other indications of a bullish market.

Bear Market

January
(Current Month)

- ▶ Susan thinks that the current market rally is due for a correction soon and expects a decline from the recent peak.
- ▶ F4GM is trading at **853.00** points

March
(2 Months Later)

- ▶ F4GM declines to **848.50** points

How to profit from the bearish market with F4GM:

Sell 1 F4GM Contract at 853.00 points



Buy 1 F4GM Contract at 848.50 points



GROSS PROFIT:

(853.00 - 848.50)

x50

= MYR225

The same strategy (short selling) can be applied on other indications of a bearish market.

Note:

1. Initial Margin is to be deposited with a Futures Broker prior to trading.
2. Open position is subject to daily mark-to-market which may require additional margin to be deposited.
3. Transaction costs have been excluded in this example.

What are the Margin Requirements for F4GM & the Approved Foreign Currencies?

The Initial Margin for F4GM imposed by the Exchange are revised from time to time based on various factors including the price and volatility of the contract. Refer to the Circulars for the latest Performance Bond/Margin Rates of the F4GM Contract.

The foreign currencies accepted as initial margin for F4GM Contract are as follows:

- ▶ Malaysian Ringgit (MYR)
- ▶ US Dollar (USD)
- ▶ British Pound (GBP)
- ▶ Euro (EUR)
- ▶ Hong Kong Dollar (HKD)
- ▶ Japanese Yen (JPY)
- ▶ Chinese Renminbi (RMB)
- ▶ Singapore Dollar (SGD)
- ▶ Australian Dollar (AUD)

Please refer to your licensed Futures Broker for other approved collateral.

Get started!

Open a Futures Trading Account with a licensed Futures Broker of Bursa Malaysia Derivatives today.

For more information and latest updates, scan here:



BURSA MALAYSIA BERHAD

197601004668 (30632-P)

Exchange Square, Bukit Kewangan,
50200 Kuala Lumpur, Malaysia

Tel: +(603) 2034 7000

Fax: +(603) 2026 3584

Email: futures@bursamalaysia.com

Disclaimer

This leaflet has been provided for general information purposes only. The information contained in this leaflet does not constitute financial or trading advice and does not make any recommendation regarding the product/s mentioned. Although care has been taken to ensure the accuracy of the information within this leaflet, Bursa Malaysia Berhad and its group of companies including Bursa Malaysia Derivatives Berhad ("Bursa Malaysia") do not warrant or represent, expressly or impliedly as to the accuracy, completeness and/or currency of the information herein. Bursa Malaysia further does not warrant or guarantee the performance of any product/s referred to in this leaflet. All applicable laws, regulatory requirements and rules, including current Rules of Bursa Malaysia Derivatives and Rules of Bursa Malaysia Derivatives Clearing should be referred to in conjunction to this leaflet. Bursa Malaysia does not accept any liability for any claim howsoever arising, out of or in relation to this leaflet including but not limited to any financial or trading decisions made by the reader or any third party on the basis of this information. You are advised to seek independent advice prior to making financial or trading decisions.