

CHAPTER 5 E-CERTIFICATE

RULE 501 REQUIREMENTS RELATING TO E-CERTIFICATES

RULE 501.1 GENERATION OF E-CERTIFICATE

- (1) Upon the Matching of an order, an e-Certificate will be generated by the BSAS System.

RULE 501.2 CONTENT OF E-CERTIFICATE

- (1) The e-Certificate generated by BMIS through the BSAS System will contain the following information:
 - (a) particulars of the buyer and the CSP;
 - (b) quantity of the Approved Commodity;
 - (c) Specified Location of the Approved Commodity; and
 - (d) any other information as BMIS deems fit.

RULE 501.3 TRANSFER OF RISK, LIABILITY AND OWNERSHIP

- (1) Notwithstanding the generation of an e-Certificate under Rule 501.1, the risk, liability and ownership of the Approved Commodity will only pass to the relevant parties in accordance with Rule 401.1(2).

RULE 501.4 TRANSFER OF OWNERSHIP FOR ONWARD SELL TRADE

- (1) If the CTP conducts an Onward Sell Trade pursuant to Rule 404, the buyer as reported under Rule 404.2(1) will, upon the Onward Sell Trade report being confirmed, be reflected in the BSAS System as the new owner.

RULE 501.5 SPLITTING OF E-CERTIFICATE

- (1) If a CTP conducts an Onward Sell Trade to more than 1 Client, the CTP must, through the reporting requirement under Rule 404.3(1), split the e-Certificate in accordance with the number of its Clients and amount reported and in compliance with the restrictions under Rule 501.6.

RULE 501.6 RESTRICTIONS ON SPLITTING OF E-CERTIFICATE

- (1) The splitting of an e-Certificate is subject to the following conditions:
 - (a) An e-Certificate may only be split once. A Split e-Certificate must not be split further;
 - (b) There can be no change in the currency denomination of the Onward Sell Trade and as reflected in the Split e-Certificate;
 - (c) The sale of the Approved Commodity to BMIS under Chapter 6 or physical delivery of the Approved Commodity under Chapter 7 may be effected for the Approved Commodity under a Split e-Certificate; and
 - (d) BMIS may specify and change the minimum amount and the multiples for the splitting of e-Certificate from time to time.

[End of Chapter 5]