

ANNEXURE 1
AMENDMENTS TO THE DIRECTIVE OF BURSA MALAYSIA DERIVATIVES CLEARING BERHAD
IN RELATION TO THE REVAMPED CRUDE PALM KERNEL OIL FUTURES (“FPKO”) CONTRACT
AND OTHER AMENDMENTS

RULES OF BURSA MALAYSIA DERIVATIVES CLEARING BERHAD (“BMDC RULES”)

AMENDMENTS TO THE DIRECTIVE IN RELATION TO THE REVAMPED CRUDE PALM KERNEL OIL FUTURES (“FPKO”) CONTRACT AND OTHER AMENDMENTS

PARA GRAPH	CURRENT PROVISION	PARA GRAPH	AMENDED PROVISION
DIRECTIVE NO. 6-001: DIRECTIVE ON LIMITS ON OPEN POSITIONS			
1.1	<p>Position limits for Clearing Participants</p> <p>(1) A Client or Clearing Participant acting alone or in concert with others, must not directly or indirectly hold or control Open Positions in Derivatives in excess of the Specified Position Limits.</p> <p>(2) For purposes of Options, the limits stated are in relation to Open Positions net on the same side of the Market. A long Call, a short Put and a long underlying Futures Contract are taken as being on the same side of the Market; similarly a short Call, a long Put and a short underlying Futures Contract are taken as being on the same side of the Market.</p> <p>(3) For purposes of Futures Contracts, the limits stated are in relation to Open Positions net long or net short.</p> <p>(4) If a Client or a Clearing Participant holds or controls a combination of FTSE Bursa Malaysia Kuala Lumpur Composite Index Futures Contracts and Options on FTSE Bursa Malaysia Kuala Lumpur Composite Index Futures, the Client or Clearing Participant must comply with the position limits stated for Options on FTSE Bursa Malaysia Kuala Lumpur Composite Index Futures.</p>	1.1	<p>Position limits for Clearing Participants</p> <p>(1) A Client or Clearing Participant acting alone or in concert with others, must not directly or indirectly hold or control Open Positions in Derivatives in excess of the Specified Position Limits.</p> <p>(2) For purposes of Options, the limits stated are in relation to Open Positions net on the same side of the Market. A long Call, a short Put and a long underlying Futures Contract are taken as being on the same side of the Market; similarly a short Call, a long Put and a short underlying Futures Contract are taken as being on the same side of the Market.</p> <p>(3) For purposes of Futures Contracts, the limits stated are in relation to Open Positions net long or net short.</p> <p>(4) If a Client or a Clearing Participant holds or controls a combination of FTSE Bursa Malaysia Kuala Lumpur Composite Index Futures Contracts <u>a futures contract</u> and Options on FTSE Bursa Malaysia Kuala Lumpur Composite Index Futures <u>an option with the futures contract as the underlying Instrument</u>, the Client or Clearing Participant must comply with the position limits</p>

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PARA GRAPH	CURRENT PROVISION	PARA GRAPH	AMENDED PROVISION
	<p>(5) If a Client or a Clearing Participant holds or controls a combination of Ringgit Malaysia Denominated Crude Palm Oil Futures Contracts and Options on Ringgit Malaysia Denominated Crude Palm Oil Futures, the Client or Clearing Participant must comply with the position limits stated for Options on Ringgit Malaysia Denominated Crude Palm Oil Futures.</p> <p>(6) In ensuring that the Specified Position Limits which are applicable to a Client are adhered to at all times, the Clearing Participant must, where applicable, notify the relevant Trading Participant to limit trading of the relevant Derivatives for that Client to liquidation only.</p> <p>(7) Notwithstanding any provision contained in these Rules, a Clearing Participant who is in breach of the relevant position limits in respect of its proprietary account must take immediate steps to close out such number of Open Positions required in order to be in compliance with the Specified Position Limits. The Clearing House may take any other action deemed appropriate in the circumstances.</p>		<p>stated for such Options option, as stated in Appendix 1 of this Directive on FTSE Bursa Malaysia Kuala Lumpur Composite Index Futures.</p> <p>(5) <u>For instance, if #</u> a Client or a Clearing Participant holds or controls a combination of Ringgit Malaysia Denominated Crude Palm Oil Futures Contracts and Options on Ringgit Malaysia Denominated Crude Palm Oil Futures, the Client or Clearing Participant must comply with the position limits stated for Options on Ringgit Malaysia Denominated Crude Palm Oil Futures.</p> <p>(6) In ensuring that the Specified Position Limits which are applicable to a Client are adhered to at all times, the Clearing Participant must, where applicable, notify the relevant Trading Participant to limit trading of the relevant Derivatives for that Client to liquidation only.</p> <p>(7) Notwithstanding any provision contained in these Rules, a Clearing Participant who is in breach of the relevant position limits in respect of its proprietary account must take immediate steps to close out such number of Open Positions required in order to be in compliance with the Specified Position Limits. The Clearing House may take any other action deemed appropriate in the circumstances.</p>

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PARA GRAPH	CURRENT PROVISION				PARA GRAPH	AMENDED PROVISION			
Appendix 1 (Specified Position Limits)	Derivatives Traded on the Exchange				Appendix 1 (Specified Position Limits)	Derivatives Traded on the Exchange			
	Item No.	Derivatives Contract	Position Limits			Item No.	Derivatives Contract	Position Limits	
			All contract months combined	Others				All contract months combined	Others
	10.	Crude Palm Kernel Oil Futures Contract	1,500 Open Contracts	(a) 250 Open Contracts for spot month (b) 1,000 Open Contracts for any one contract month (except for spot month)		10.	Crude Palm Kernel Oil Futures Contract	1,500 3,000 Open Contracts	(a) 250-500 Open Contracts for spot month (b) 1,000 2,000 Open Contracts for any one contract month (except for spot month)

[End of Amendments to the Directive under BMDC Rules]